			RTMENT O	F NA	F UTAH TURAL RES GAS AND I		;		AMEN	FO IDED REPO	RM 3					
		APP	LICATION F	OR	PERMIT TO	DRILL					1. WELL NAME and		R 2-36D1CS			
2. TYPE (OF WORK	RILL NEW WELL (REENTEI	R P&	A WELL	DEEPEN	WELL				3. FIELD OR WILDO		L BUTTES			
4. TYPE (ed Methane We						5. UNIT or COMMU		TION AGR L BUTTES	EEMENT	NAME	
6. NAME	OF OPERATOR	R	RR-MCGEE OIL								7. OPERATOR PHO	NE	29-6515			
8. ADDRI	ESS OF OPERA	TOR	P.O. Box 17377								9. OPERATOR E-MA	IL	@anadarko	com		
	RAL LEASE N	JMBER	O. BOX 17377	9, D	11. MINERA		SHIP			_	12. SURFACE OWN		wanauai ko			
	L, INDIAN, OF	ML-22650			FEDERAL INDIAN STATE FEE FEDERAL INDIAN STATE FEE											
13. NAMI	E OF SURFACE	OWNER (if box :	12 = 'fee')		14. SURFACE OWNER PHONE (if box 12 = 'fee'							ee')				
15. ADDF	RESS OF SURF	ACE OWNER (if b	ox 12 = 'fee')								16. SURFACE OWN	ER E-MA	VIL (if box	12 = 'fe	ee')	
	AN ALLOTTEE 2 = 'INDIAN')	OR TRIBE NAME			18. INTEND MULTIPLE FO YES ()	ORMATIO	NS	E PRODUCT		_	19. SLANT VERTICAL DIF	RECTION	AL 📵 I	HORIZON	ITAL (
20. LOCATION OF WELL					OTAGES		QT	R-QTR	SECT	TION	TOWNSHIP		ANGE	ME	MERIDIAN	
LOCATIO	ON AT SURFAC	CE	106	52 FI	NL 981 FWL		N'	WNW	3(6	9.0 S	2	2.0 E		S	
Top of U	Ippermost Pro	ducing Zone	57	9 FN	L 825 FWL		N	WNW	3(6	9.0 S 2		2.0 E		S	
At Total	Depth		57	9 FN	L 825 FWL		N	WNW	3(6	9.0 S 2		2.0 E S		S	
21. COUN	NTY	UINTAH			22. DISTAN	CE TO NEA		T LEASE LIN	IE (Feet)		23. NUMBER OF AC		DRILLING 40	UNIT		
					25. DISTANO (Applied For		or Cor		SAME POO)L	26. PROPOSED DEF	PTH : 8987	TVD: 893	2		
27. ELEV	ATION - GROU	JND LEVEL 5087			28. BOND N		2201	.3542			29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE Permit #43-8496					
					Hole, C	asing, ar	nd C	_	nformation							
String	Hole Size	Casing Size 8.625	Length 0 - 2460		-	de & Thre J-55 LT&C		Max Mu			Cement	Sacks 180	Yield	Weight 15.8		
Surf	11	6.025	0 - 2460		8.0	J-33 LIAC		0.3	2		Type V Class G		270	1.15	15.8	
Prod	7.875	4.5	0 - 8987	1	1.6	I-80 LT&C	:	12.	.5	Pren	nium Lite High Stre	ngth	300	3.38	11.0	
											50/50 Poz 1190 1.31				14.3	
						ATT	ACH	IMENTS								
	VERIFY T	HE FOLLOWIN	G ARE ATTA	СН	ED IN ACCO	ORDANCE	E WI	TH THE U	TAH OIL	. AND (GAS CONSERVATI	ON GE	NERAL R	ULES		
∠ w	ELL PLAT OR	MAP PREPARED E	BY LICENSED	SUR	VEYOR OR EN	NGINEER		✓ COM	IPLETE DI	RILLING	i PLAN					
AF	FIDAVIT OF S	TATUS OF SURFA	CE OWNER A	GRE	EMENT (IF FE	EE SURFAC	CE)	FORI	М 5. IF OF	PERATO	R IS OTHER THAN T	HE LEAS	SE OWNER			
DI DRILLED		URVEY PLAN (IF	DIRECTIONAL	LY (OR HORIZON	ITALLY		торо	OGRAPHI	CAL MAI	P					
NAME G	ina Becker			TI	ITLE Regulator	ry Analyst I	II			PHON	E 720 929-6086					
SIGNAT	URE			D.	ATE 05/13/20)11				EMAIL	gina.becker@anadar	ko.com				
	мвек assign 04751617(A	PPROVAL					Bo	02.64jll					
										Perr	nit Manager					

NBU 922-36D Pad Drilling Program
1 of 4

Kerr-McGee Oil & Gas Onshore, L.P.

NBU 922-36D1CS

Surface: 1062 FNL / 981 FWL NWNW BHL: 579 FNL / 825 FWL NWNW

Section 36 T9S R22E

Unitah County, Utah Mineral Lease: ML-22650

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. & 2. <u>Estimated Tops of Important Geologic Markers</u>: <u>Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations</u>:

<u>Formation</u>	<u>Depth</u>	<u>Resource</u>
Uinta	0 - Surface	
Green River	1349	
Birds Nest	1652	Water
Mahogany	2013	Water
Wasatch	4469	Gas
Mesaverde	6681	Gas
MVU2	7676	Gas
MVL1	8282	Gas
TVD	8932	
TD	8987	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program

4. <u>Proposed Casing & Cementing Program:</u>

Please refer to the attached Drilling Program

5. <u>Drilling Fluids Program</u>:

Please refer to the attached Drilling Program

6. <u>Evaluation Program</u>:

Please refer to the attached Drilling Program

NBU 922-36D Pad Drilling Program 2 of 4

7. Abnormal Conditions:

Maximum anticipated bottom hole pressure calculated at 8932' TVD, approximately equals 5,704 psi (0.64 psi/ft = actual bottomhole gradient)

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 3,739 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))

8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please refer to the attached Drilling Program. Onshore Order #2 – Air Drilling Variance

Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2

- · Blowout Prevention Equipment (BOPE) requirements;
- Mud program requirements; and
- Special drilling operation (surface equipment placement) requirements associated with air drilling.

This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.

The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.

More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.

Background

In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.

NBU 922-36D Pad Drilling Program
3 of 4

Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.

The air rig is then mobilized to drill the surface casing hole by drilling a 11 inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

Variance for BOPE Requirements

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

Variance for Mud Material Requirements

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

Variance for Special Drilling Operation (surface equipment placement) Requirements

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and

NBU 922-36D Pad Drilling Program 4 of 4

on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.

Conclusion

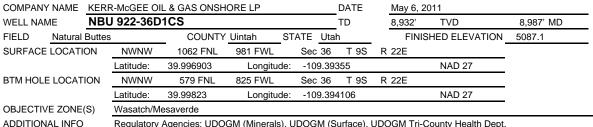
The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.

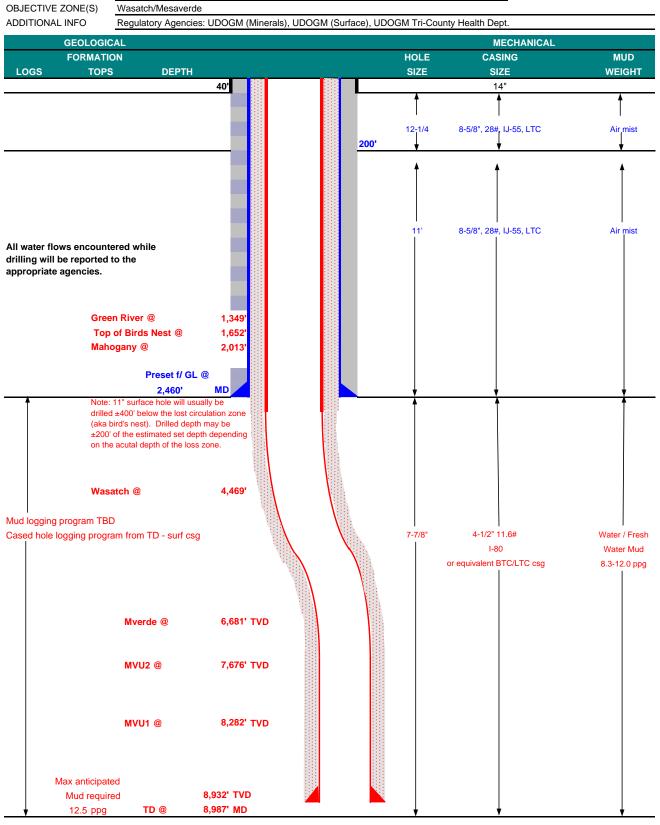
Other Information:

Please refer to the attached Drilling Program.



KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM







KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM	1								DESIGN I	FACTORS	
										LTC	BTC
	SIZE	INT	ERVAI	_	WT.	GR.	CPLG.	BURST	COLLA	PSE	TENSION
CONDUCTOR	14"	(0-40'								
								3,390	1,880	348,000	N/A
SURFACE	8-5/8"	0	to	2,460	28.00	IJ-55	LTC	2.20	1.63	5.77	N/A
								7,780	6,350	279,000	367,000
PRODUCTION	4-1/2"	0	to	8,987	11.60	I-80	LTC/BTC	1.11	1.09	3.31	4.35

Surface Casing:

(Burst Assumptions: TD = 12.5 ppg) 0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

Production casing:

(Burst Assumptions: Pressure test with 8.4ppg @ 7000 psi) 0.64 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500'	Premium cmt + 2% CaCl	180	60%	15.80	1.15
Option 1		+ 0.25 pps flocele				
TOP OUT CMT (6 jobs	1,200'	20 gals sodium silicate + Premium cmt	270	0%	15.80	1.15
		+ 2% CaCl + 0.25 pps flocele				
SURFACE		NOTE: If well will circulate water	to surface, o	ption 2 will	be utilized	
Option 2 LEAD	1,960'	65/35 Poz + 6% Gel + 10 pps gilsonite	180	35%	11.00	3.82
		+ 0.25 pps Flocele + 3% salt BWOW				
TAIL	500'	Premium cmt + 2% CaCl	150	35%	15.80	1.15
		+ 0.25 pps flocele				
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.80	1.15
PRODUCTION LEAD	3,967'	Premium Lite II +0.25 pps	300	20%	11.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				
TAIL	5,020'	50/50 Poz/G + 10% salt + 2% gel	1,190	35%	14.30	1.31
		+ 0.1% R-3				

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe						
PRODUCTION	Float shoe, 1 jt, float collar. No centralizers will be used.						

ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

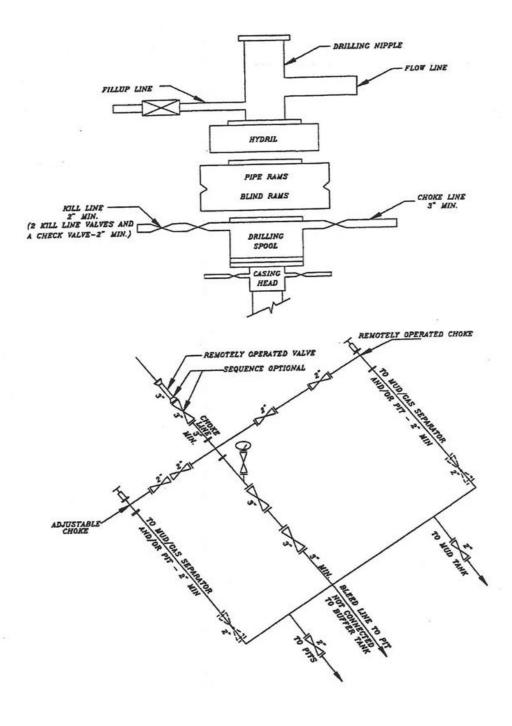
BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

Surveys will be taken at 1,000' minimum intervals.
Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.

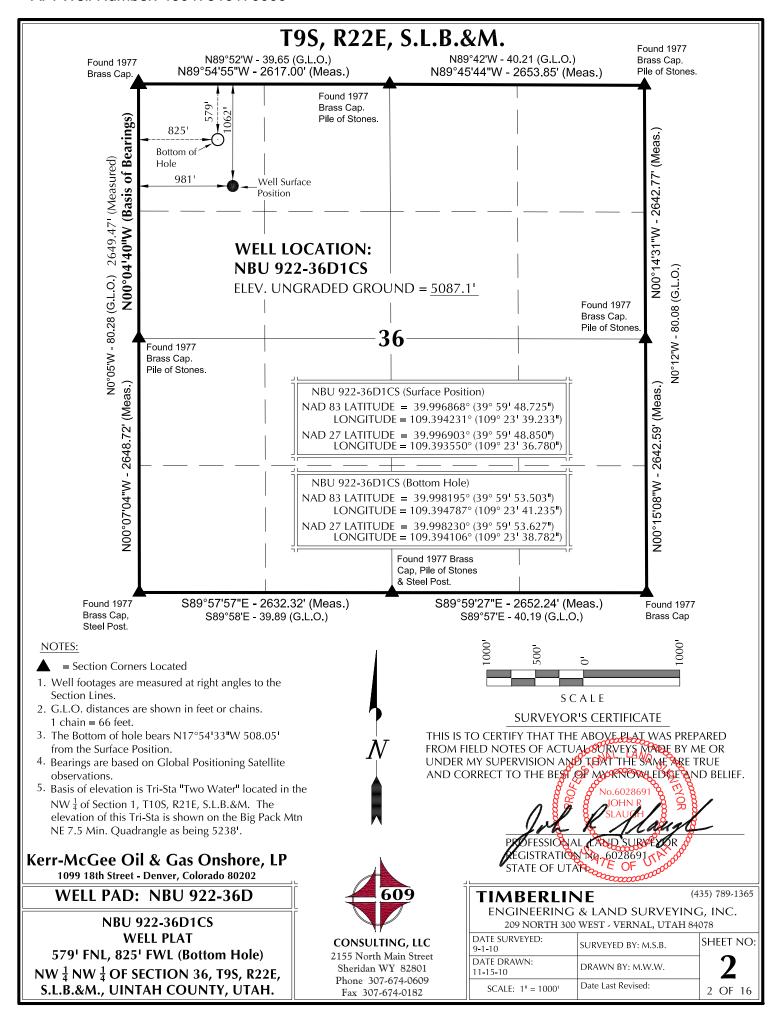
DRILLING	ENGINEER:		DATE:	
		Nick Spence / Emile Goodwin	•	
DRILLING	SUPERINTENDENT:		DATE:	
		Kenny Gathings / Lovel Young		

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

EXHIBIT A NBU 922-36D1CS



SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK



			RFACE POSITIO										
WELL NAME	NAC		NAI LATITUDE		FOOTACES		_			FOOTACES			
NBU	LATITUDE 39°59'48.746"	LONGITUDE 109°23'39.360"	39°59'48.871"	LONGITUDE 109°23'36.907"	1060' FNL	1971 FWL 39.997287° 199.394787° 39.997321° 199.394105° 325° FWL 39.998195° 33.996193° 39.998195° 109.394787° 39.998230° 109.394106° 825° FWL 39.998195° 109.394787° 109.394780° 39.998230° 109.394106° 825° FWL 39.996678° 109.394780° 39.998470.037° 109.394780° 825° FWL 39.996178° 109.394780° 39.996478° 109.394780° 825° FWL 39.996478° 109.394780° 39.996478° 109.394780° 825° FWL 39.996478° 109.394780° 825° FWL 39.996478° 109.394780° 825° FWL 39.996478° 109.394780° 825° FWL 39.996478° 109.394700° 825° FWL 39.996478° 109.394780° 825° FWL 39.996478° 109.394700° 10							
922-36D4BS	39.996874°	109.394267°	39.996909°	109.393585°	971' FWL	39.997287°	109.394787°		109.394105°	138.779 910 FNL			
NBU 922-36D1CS	39°59'48.725" 39.996868°	109°23'39.233" 109.394231°	39°59'48.850" 39.996903°	109°23'36.780" 109.393550°	1062' FNL 981' FWL					9" 910' FNL 825' FWL 2" 579' FNL 825' FWL 1241' FNL 825' FWL 5" 1572' FNL 825' FWL 8			
NBU	39°59'48.702"	109°23'39.108"	39°59'48.827"	109°23'36.655"	1064' FNL	39°59'46.962	109°23'41.230"	39°59'47.087"	109°23'38.777"	1241' FNL			
922-36D4CS NBU	39.996862° 39°59'48.681"	109.394197° 109°23'38.985"	39.996896° 39°59'48.806"	109.393515° 109°23'36.532"	990' FWL 1067' FNL								
922-36E1BS	39.996856°	109.394162°	39.996890°	109.393481°	1000' FWL	39.995470°							
NBU 5-36B	BU 5-36B 39°59'49.133" 109°23'39.510" 39°59'49.257" 109°23'37.057" 1021' FNL 39.996981° 109.394308° 39.997016° 109.393627° 959' FWL												
			RELATIVE (COORDINATES	From Surface	Position to Bo	tom Hole						
WELL NAME NBU 922-36D4BS	150.31	_145 91 NBU	1	ORTH EAS 83.4' -156	21 NBU	-17		NBU	-505.1'				
		Botton Hole		Bollon Hole	tom Hole)	B • NBU 922-36D4BS AZ • NBU 922-36D1CS AZ	NBU NBU	\$77 Az-10	°27'39"F				
	OF THE N S.L.B.&M GLOBAL	E BEARINGS IS NW \(\frac{1}{4}\) OF SECTI . WHICH IS TA POSITIONINC ATIONS TO BE	ON 36, T9S, F KEN FROM SATELLITE	NE R22E, WW. 23.3. SA30175	300 241 AD SONION SONIO	(To Bottom Hole)	,	70		/ .09			
	OF THE N S.L.B.&M GLOBAL OBSERV/	NW ¼ OF SECTI . WHICH IS TA POSITIONINC	ON 36, T9S, F IKEN FROM ISATELLITE AR NOO°04'40	NE R22E, NW. 33. NO. SA30 100		(To Bottom Hole)		70	0	,09			
1099 1 WEL	Gee Oil & Bath Street - Det L PAD - N	A Gas Ons over, Colorado	hore, LP	NE R22E, NW. RAD 23.	609	© / E ↑ ▼	IMBERL ENGINEERIN	5 C A	O A L E (4. SURVEYINC	35) 789-1365 G, INC.			
WELL	Gee Oil & 8th Street - De	NW 14 OF SECTI . WHICH IS TA POSITIONING ATIONS TO BE ATIONS TO BE ATIONS TO BE	hore, LP	822E,		T DA	IMBERL ENGINEERIN 209 NORTH:	S C A S C A INE IG & LAND BOO WEST - VER	L E (4. SURVEYINC RNAL, UTAH 840	35) 789-1365 5, INC. 078			
WELL WELLS - NI NBU 9	Gee Oil & Bth Street - Dec L PAD INTE BU 922-36D4CS	Gas Onsolver, Colorado NBU 922-3 RFERENCE 4BS, NBU 922-3	hore, LP 86D PLAT 2-36D1CS, 16E1BS	222E, 21W. 23.5 24.25 24.25 20.05 21.55 No.	609 ULTING, LL orth Main Stre	C DA' PA	IMBERL ENGINEERIN 209 NORTH:	S C A INE G & LAND 300 WEST - VEF SURVEYED E	O A L E (4: SURVEYINC RNAL, UTAH 840 BY: M.S.B.	35) 789-1365 6, INC. 078			
WELL WELLS - NI NBU 9 LOCAT	Gee Oil & GLOBAL OBSERVA GLOBAL OBSERVA Bth Street - Del L PAD - N PAD INTE BU 922-36D4CS & GED IN SECT	Gas Ons NW 14 OF SECTI WHICH IS TA POSITIONING ATIONS TO BE NOTE OF THE POSITION OF THE POSITI	hore, LP 80202 B6D PLAT 2-36D1CS, 16E1BS R22E,	222E, 21W. 23.5 24.7 25.7 24.7 25.7 26.7 26.7 27.7 28.7 29.7 20.7	609	C DA' 9-1.	IMBERL ENGINEERIN 209 NORTH:	S C A S C A INE IG & LAND BOO WEST - VER	SURVEYINC RNAL, UTAH 840 BY: M.S.B.	35) 789-1365 5, INC. 078			

EXISTING GRADE @ CENTER OF WELL PAD = 5087.11 FINISHED GRADE ELEVATION = 5086.71 CUT SLOPES = 1.5:1FILL SLOPES = 1.5:1 **TOTAL WELL PAD AREA = 3.50 ACRES TOTAL DAMAGE AREA = 6.28 ACRES SHRINKAGE FACTOR = 1.10 SWELL FACTOR = 1.00**

Kerr-McGee Oil & Gas Onshore, LP

1099 18th Street - Denver, Colorado 80202

WELL PAD - NBU 922-36D

WELL PAD - LOCATION LAYOUT NBU 922-36D4BS, NBU 922-36D1CS, NBU 922-36D4CS & NBU 922-36E1BS LOCATED IN SECTION 36, T9S, R22E, S.L.B.&M., UINTAH COUNTY, UTAH



CONSULTING, LLC

2155 North Main Street

Sheridan, WY 82801

Phone 307-674-0609 Fax 307-674-0182

WELL PAD QUANTITIES

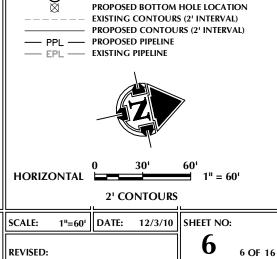
TOTAL CUT FOR WELL PAD = 16.085 C.Y. TOTAL FILL FOR WELL PAD = 1,029 C.Y. TOPSOIL @ 6" DEPTH = 2,225 C.Y. EXCESS MATERIAL = 15,056 C.Y.

RESERVE PIT QUANTITIES

TOTAL CUT FOR RESERVE PIT +/- 11,020 C.Y. RESERVE PIT CAPACITY (2' OF FREEBOARD) +/- 42,290 BARRELS

TIMBERLINE ENGINEERING & LAND SURVEYING, INC.

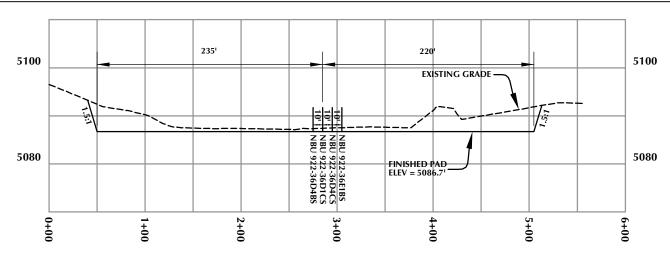




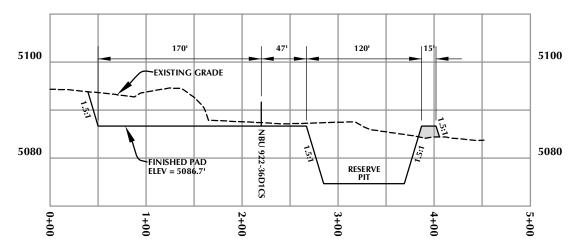
EXISTING WELL LOCATION

PROPOSED WELL LOCATION

8



CROSS SECTION A-A'



Kerr-McGee Oil & Gas Onshore, LP 1099 18th Street - Denver, Colorado 80202

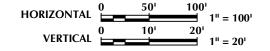
WELL PAD - NBU 922-36D

WELL PAD - CROSS SECTIONS NBU 922-36D4BS, NBU 922-36D1CS, NBU 922-36D4CS & NBU 922-36E1BS LOCATED IN SECTION 36, T9S, R22E, S.L.B.&M., UINTAH COUNTY, UTAH



CONSULTING, LLC 2155 North Main Street Sheridan, WY 82801 Phone 307-674-0609 Fax 307-674-0182

CROSS SECTION B-B'



TIMBERLINE

(435) 789-130 ENGINEERING & LAND SURVEYING, INC. 209 NORTH 300 WEST - VERNAL, UTAH 84078

365	Scale:	1"=100'	Date:	12/3/10	SHEET NO:	
	REVISED:				7	7 OF

K:\ANADARKO\2010_48_NBU_FOCUS_SEC_36-922\DWGS\NBU 922-36D\NBU_922-36D_PAD_20101103.dwg, 1

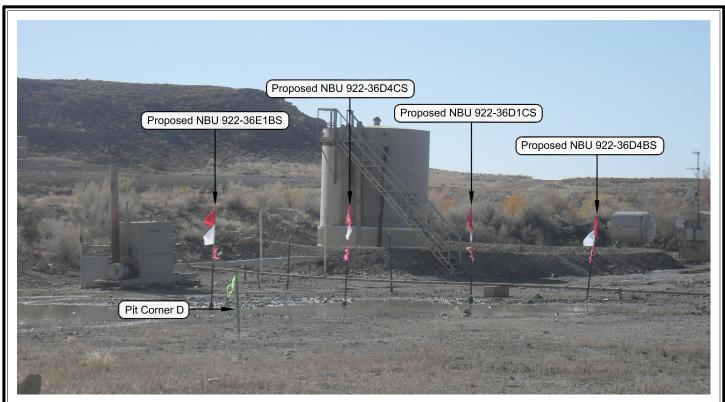


PHOTO VIEW: FROM PIT CORNER D TO LOCATION STAKE

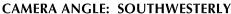




PHOTO VIEW: FROM EXISTING ACCESS ROAD

CAMERA ANGLE: NORTHEASTERLY

Kerr-McGee Oil & Gas Onshore, LP 1099 18th Street - Denver, Colorado 80202

WELL PAD - NBU 922-36D

LOCATION PHOTOS NBU 922-36D4BS, NBU 922-36D1CS, NBU 922-36D4CS & NBU 922-36E1BS LOCATED IN SECTION 36, T9S, R22E, S.L.B.&M., UINTAH COUNTY, UTAH.



CONSULTING, LLC 2155 North Main Street

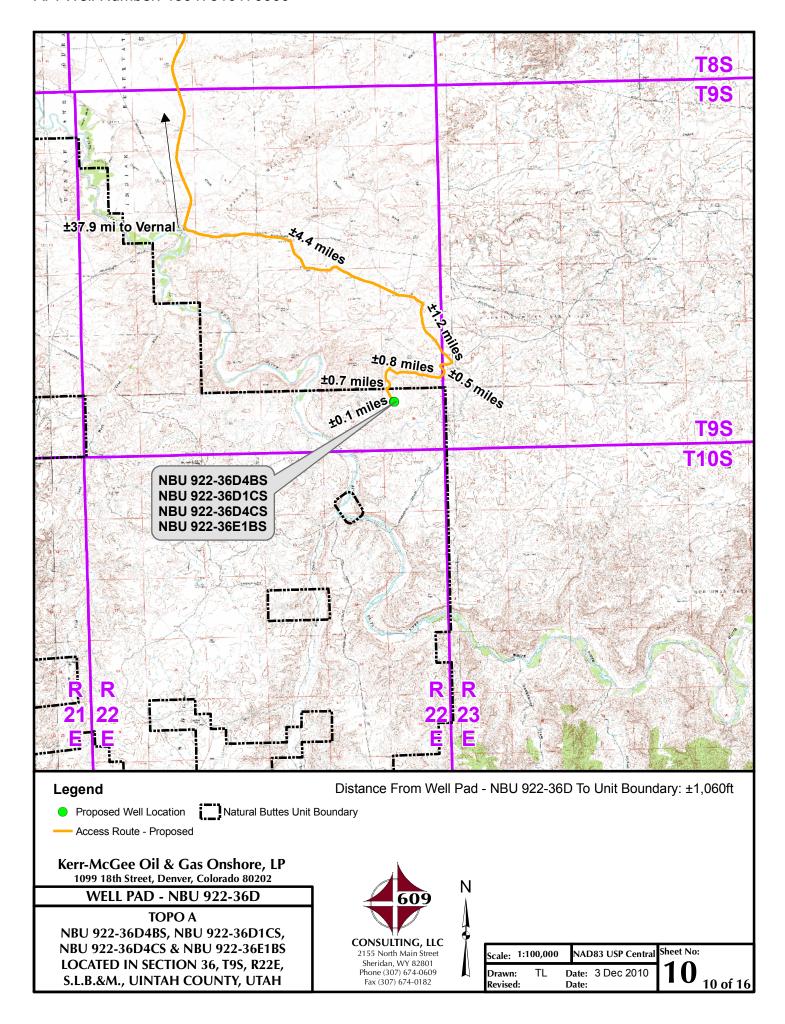
2155 North Main Stree Sheridan WY 82801 Phone 307-674-0609 Fax 307-674-0182

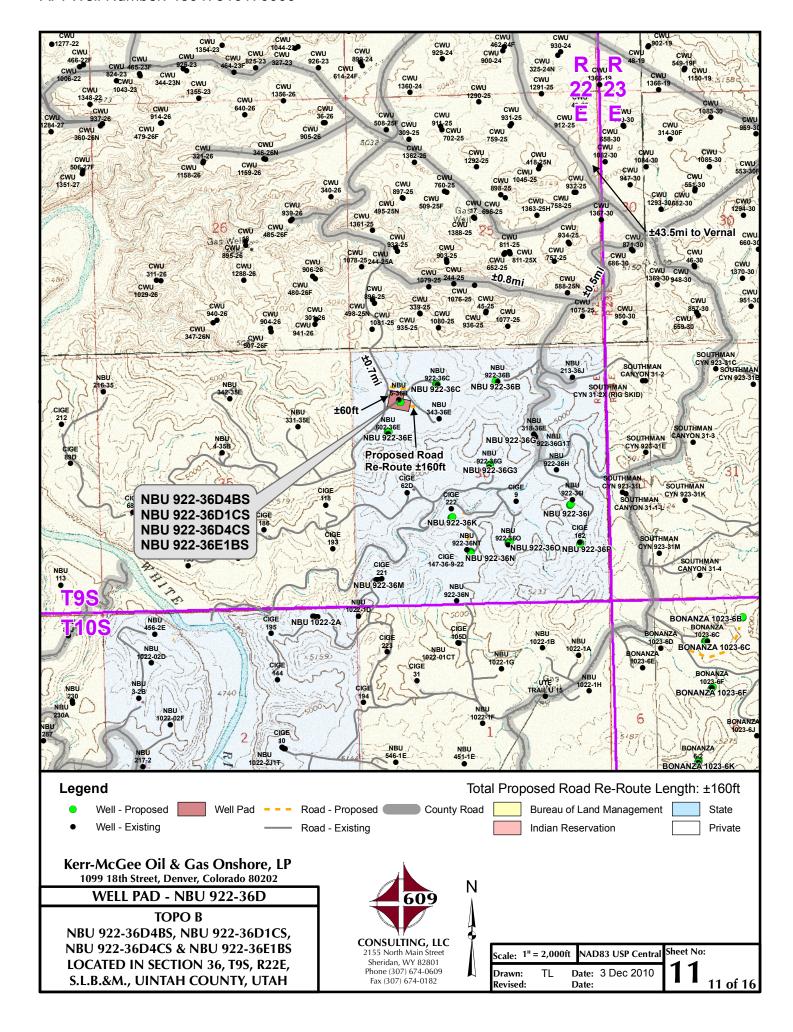
T	I	M	۱B	F	R	I	N	F	

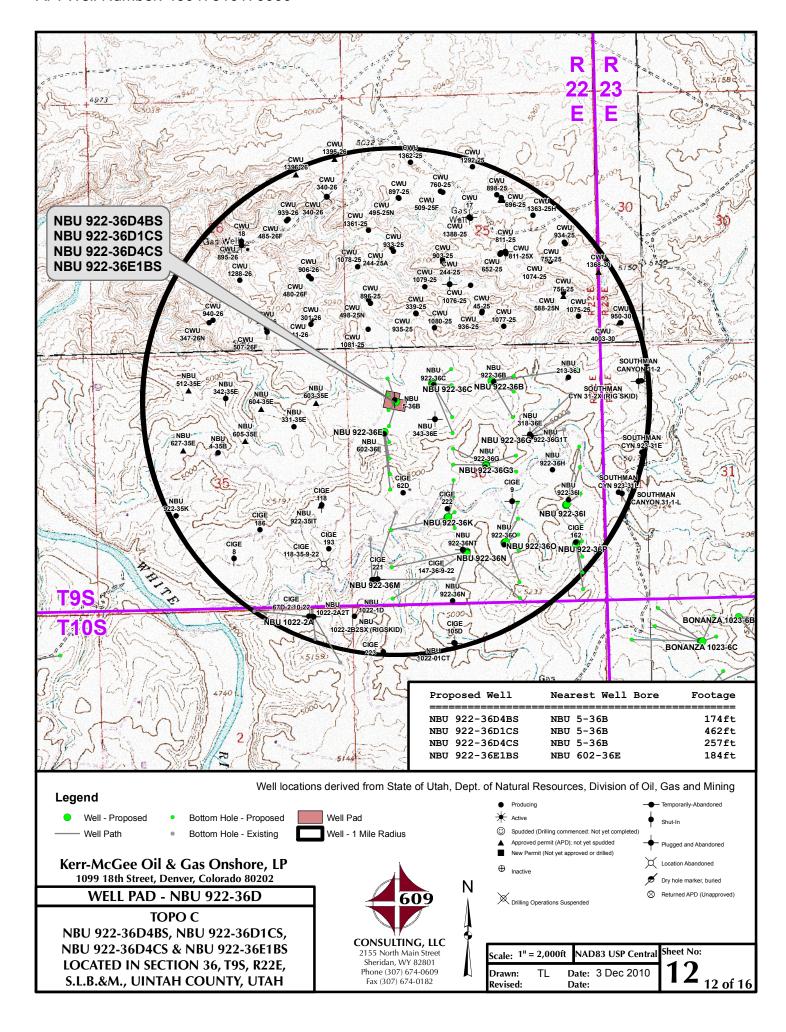
(435) 789-1365

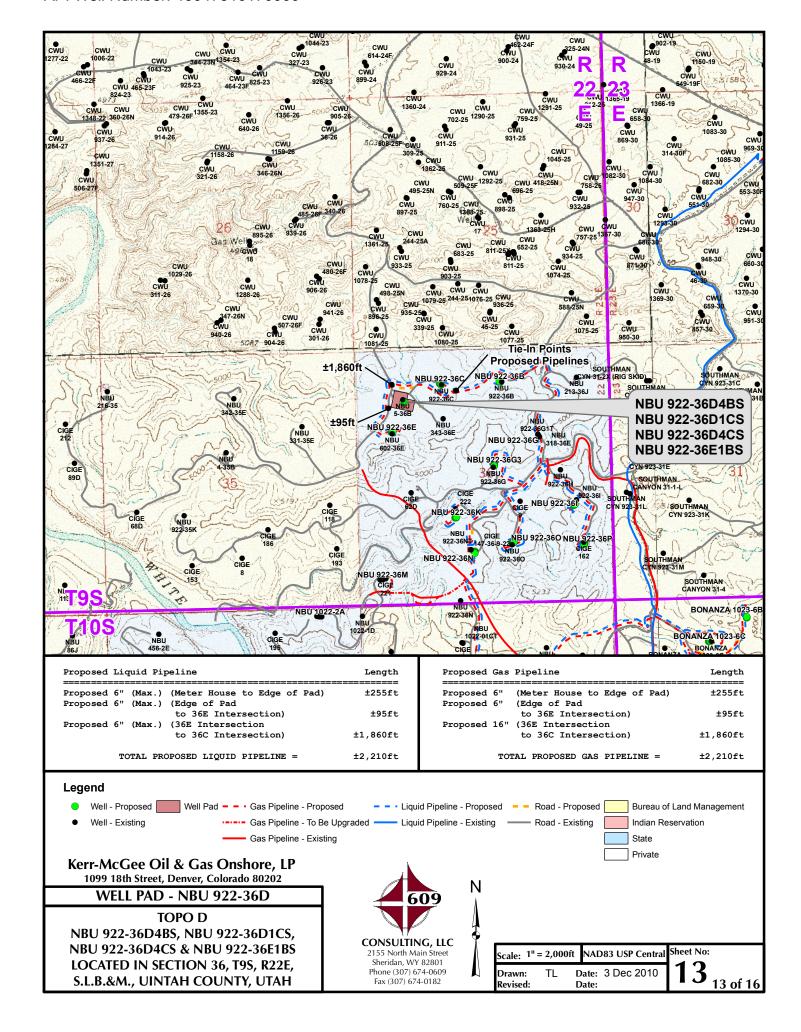
ENGINEERING & LAND SURVEYING, INC. 209 NORTH 300 WEST - VERNAL, UTAH 84078

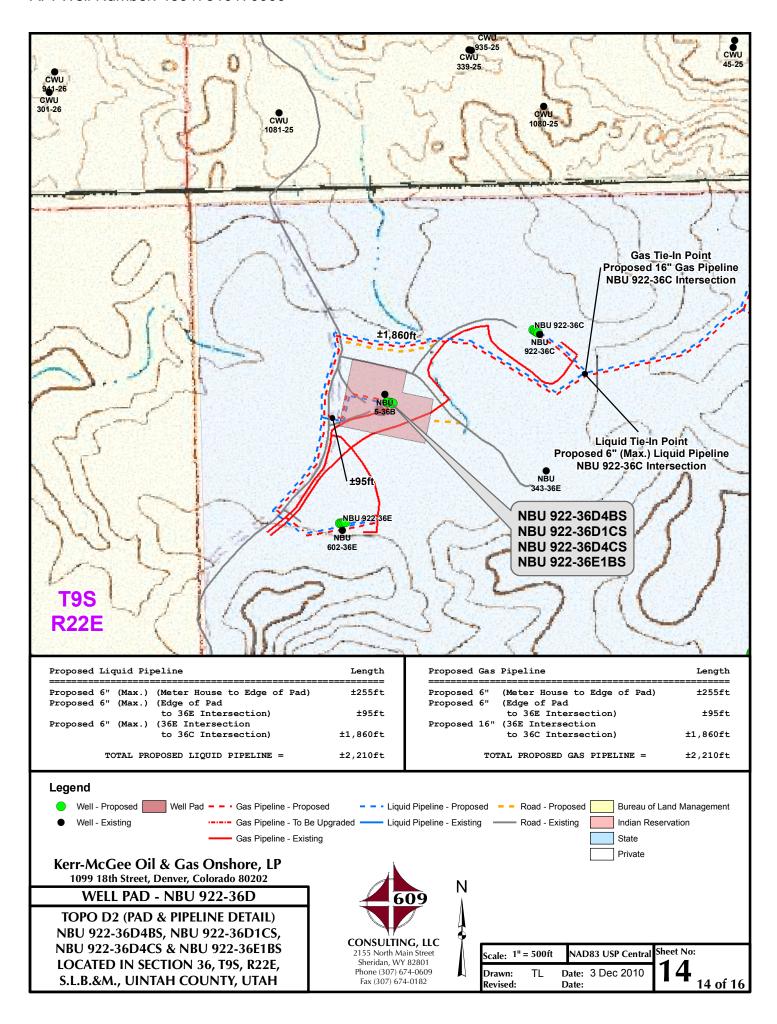
l	209 NORTH 300	WEST - VERNAL, UTAIL 64	010
	DATE PHOTOS TAKEN: 9-1-10	PHOTOS TAKEN BY: M.S.B.	SHEET NO:
	DATE DRAWN: 11-15-10	DRAWN BY: M.W.W.	9
	Date Last Revised:		9 OF 16

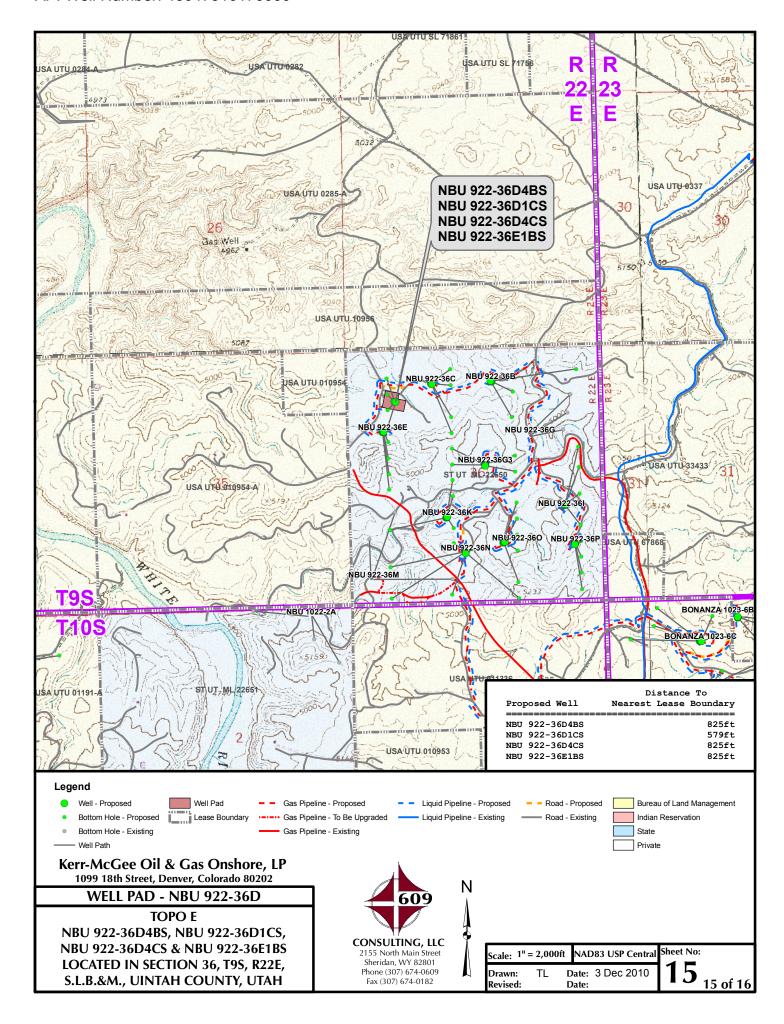












Kerr-McGee Oil & Gas Onshore, LP WELL PAD – NBU 922-36D WELLS – NBU 922-36D4BS, NBU 922-36D1CS, NBU 922-36D4CS & NBU 922-36E1BS Section 36, T9S, R22E, S.L.B.&M.

From the intersection of U.S. Highway 40 and 500 East Street in Vernal, Utah, proceed in an easterly then southerly direction along U.S. Highway 40 approximately 3.3 miles to the junction of State Highway 45. Exit right and proceed in a southerly direction along State Highway 45 approximately 20.2 miles to the junction of the Glen Bench Road (County B Road 3260). Exit right and proceed in a southwesterly direction along the Glen Bench Road approximately 14.4 miles to the intersection of the Fidlar Road (County B Road 3410) which road intersection is approximately 400 feet northeast of the Mountain Fuel Bridge at the White River. Exit left and proceed in a southeasterly direction along the Fidlar Road approximately 4.4 miles to the intersection of the Seven Sisters Road (County B Road 3420). Exit right and proceed in a southerly, then southeasterly direction along the Seven Sisters Road approximately 1.2 miles to a Class D County Road to the southwest. Exit right and proceed in a southwesterly, then southerly direction along the Class D County Road approximately 0.5 miles to a second Class D County Road to the west. Exit right and proceed in a westerly, then northwesterly direction along the second Class D County Road approximately 0.8 miles to a service road to the south. Exit left and proceed in a southerly direction along the service road approximately 0.7 miles to an access road to the southeast. Exit left and proceed in a southeasterly direction along the access road approximately 60 feet to the proposed well pad.

Total distance from Vernal, Utah to the proposed well location is approximately 45.5 miles in a southerly direction.

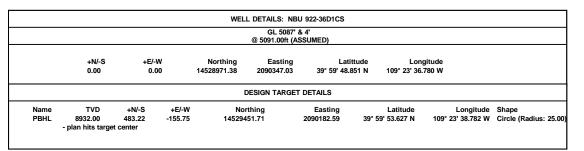


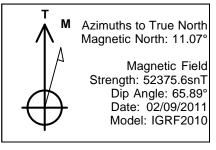
Well: NBU 922-36D1CS

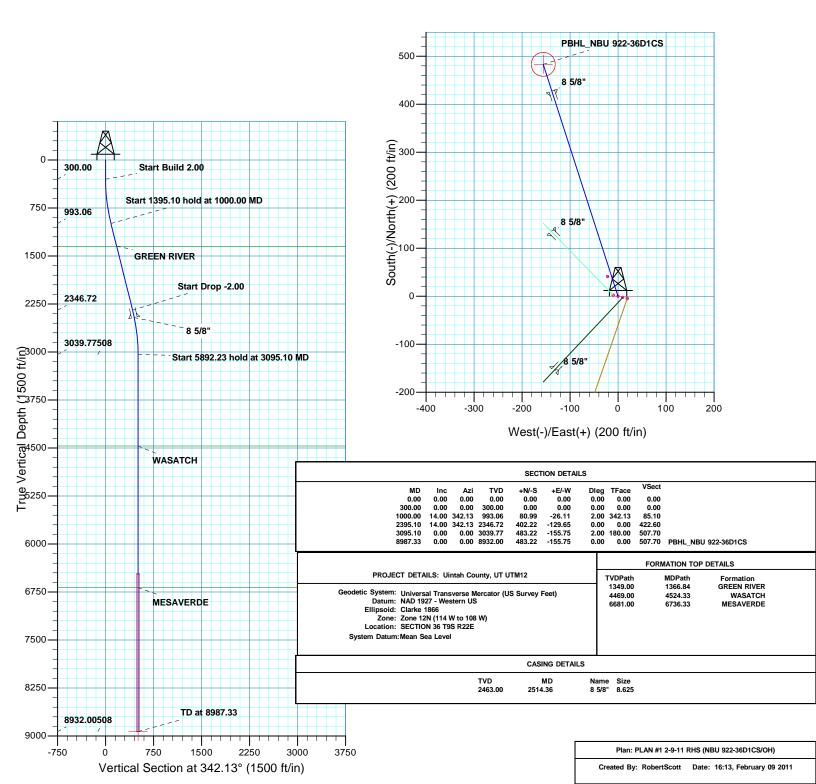
Wellbore: OH

Design: PLAN #1 2-9-11 RHS











Kerr McGee Oil and Gas Onshore LP

Uintah County, UT UTM12 NBU 922-36D PAD NBU 922-36D1CS

ОН

Plan: PLAN #1 2-9-11 RHS

Standard Planning Report

09 February, 2011





SDI Planning Report



EDM5000-RobertS-Local Database:

Company: Kerr McGee Oil and Gas Onshore LP

TVD Reference:

GL 5087' & 4'

Local Co-ordinate Reference:

@ 5091.00ft (ASSUMED)

Well NBU 922-36D1CS

GL 5087' & 4' MD Reference:

@ 5091.00ft (ASSUMED)

North Reference:

Minimum Curvature **Survey Calculation Method:**

Site:

Project:

NBU 922-36D1CS Well:

Wellbore: ОН

Design: PLAN #1 2-9-11 RHS

Uintah County, UT UTM12 **Project**

Map System: Universal Transverse Mercator (US Survey Feet)

Uintah County, UT UTM12

NBU 922-36D PAD

System Datum:

Mean Sea Level NAD 1927 - Western US Geo Datum:

Zone 12N (114 W to 108 W) Map Zone:

NBU 922-36D PAD, SECTION 36 T9S R22E Site

Northing: 14,528,971.38 usft 39° 59' 48.851 N Site Position: Latitude: From: Lat/Long Easting: 2,090,347.02 usft Longitude: 109° 23' 36.780 W

0.00 ft Slot Radius: 13.200 in **Grid Convergence:** 1.03° **Position Uncertainty:**

Well NBU 922-36D1CS, 1062 FNL 981 FWL

Well Position 0.00 ft 14,528,971.38 usft 39° 59' 48 851 N +N/-S Northing: Latitude:

+E/-W 0.00 ft Easting: 2,090,347.02 usft Longitude: 109° 23' 36.780 W

Position Uncertainty 0.00 ft Wellhead Elevation: **Ground Level:** 5.087.00 ft

ОН Wellbore Field Strength Magnetics **Model Name** Sample Date Declination Dip Angle (°) (°) (nT) IGRF2010 02/09/2011 11.07 65.89 52,376

PLAN #1 2-9-11 RHS Design Audit Notes: PLAN 0.00 Version: Phase: Tie On Depth:

Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (ft) (ft) (ft) (°)

0.00 342.13 0.00 0.00

Plan Sections Measured Vertical Dogleg Build Turn Depth Inclination Azimuth Depth +N/-S +E/-W Rate Rate Rate **TFO** (°/100ft) (°/100ft) (°/100ft) (ft) (°) (°) (ft) (ft) (ft) **Target** (°) 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 300.00 0.00 0.00 300.00 0.00 0.00 0.00 0.00 0.00 0.00 1,000.00 14.00 342.13 993.06 80.99 -26.11 2.00 2.00 0.00 342.13 2,395.10 14.00 342.13 2,346.72 402.22 -129.65 0.00 0.00 0.00 0.00 3,095.10 0.00 0.00 3,039.77 483.22 -155 75 2.00 -2.00 0.00 180 00 8,987.33 0.00 0.00 8,932.00 483.22 -155.75 0.00 0.00 0.00 0.00 PBHL_NBU 922-36D



SDI Planning Report



EDM5000-RobertS-Local Database:

Company: Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12

Site: NBU 922-36D PAD Well: NBU 922-36D1CS

Wellbore: ОН

Design: PLAN #1 2-9-11 RHS Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well NBU 922-36D1CS

GL 5087' & 4'

@ 5091.00ft (ASSUMED)

GL 5087' & 4'

@ 5091.00ft (ASSUMED)

True

ned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
							, ,		
0.00		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00		0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00		0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
Start Build	1 2.00								
400.00		342.13	399.98	1.66	-0.54	1.75	2.00	2.00	0.00
500.00		342.13	499.84	6.64	-2.14	6.98	2.00	2.00	0.00
600.00	6.00	342.13	599.45	14.94	-4.81	15.69	2.00	2.00	0.00
700.00	8.00	342.13	698.70	26.54	-8.55	27.88	2.00	2.00	0.00
800.00	10.00	342.13	797.47	41.42	-13.35	43.52	2.00	2.00	0.00
900.00	12.00	342.13	895.62	59.58	-19.21	62.60	2.00	2.00	0.00
1,000.00	14.00	342.13	993.06	80.99	-26.11	85.10	2.00	2.00	0.00
Start 1395	.10 hold at 1000.00	0 MD							
1,100.00		342.13	1,090.08	104.02	-33.53	109.29	0.00	0.00	0.00
1,200.00		342.13	1,187.11	127.04	-40.95	133.48	0.00	0.00	0.00
1,300.00		342.13	1,284.14	150.07	-48.37	157.67	0.00	0.00	0.00
			,						
1,366.84		342.13	1,349.00	165.46	-53.33	173.84	0.00	0.00	0.00
GREEN RI	VER								
1,400.00	14.00	342.13	1,381.17	173.10	-55.79	181.87	0.00	0.00	0.00
1,500.00		342.13	1,478.20	196.12	-63.21	206.06	0.00	0.00	0.00
1,600.00		342.13	1,575.23	219.15	-70.64	230.25	0.00	0.00	0.00
,									
1,700.00		342.13	1,672.26	242.17	-78.06	254.44	0.00	0.00	0.00
1,800.00	14.00	342.13	1,769.29	265.20	-85.48	278.63	0.00	0.00	0.00
1,900.00	14.00	342.13	1,866.32	288.22	-92.90	302.83	0.00	0.00	0.00
2,000.00		342.13	1,963.35	311.25	-100.32	327.02	0.00	0.00	0.00
2,100.00		342.13	2,060.38	334.28	-107.74	351.21	0.00	0.00	0.00
2,200.00		342.13		357.30		375.40	0.00		
,			2,157.41		-115.17			0.00	0.00
2,300.00	14.00	342.13	2,254.44	380.33	-122.59	399.59	0.00	0.00	0.00
2,395.10	14.00	342.13	2,346.72	402.22	-129.65	422.60	0.00	0.00	0.00
Start Drop	-2 00		,						
2,400.00		342.13	2,351.47	403.35	-130.01	423.78	2.00	-2.00	0.00
2,500.00		342.13	2,448.94	424.60		446.11	2.00	-2.00	0.00
					-136.86				
2,514.36	11.61	342.13	2,463.00	427.38	-137.76	449.04	2.00	-2.00	0.00
8 5/8"									
2,600.00	9.90	342.13	2,547.13	442.60	-142.66	465.02	2.00	-2.00	0.00
2,700.00	7.90	342.13	2,645.92	457.33	-147.41	480.50	2.00	-2.00	0.00
2,800.00		342.13	2,745.19	468.76	-151.09	492.51	2.00	-2.00	0.00
2,900.00		342.13	2,844.82	476.90	-153.72	501.06	2.00	-2.00	0.00
3,000.00		342.13	2,944.69	481.72	-155.27	506.12	2.00	-2.00	0.00
3,095.10		0.00	3,039.77	483.22	-155.75	507.70	2.00	-2.00	0.00
Start 5892	.23 hold at 3095.10	0 MD							
3,100.00	0.00	0.00	3,044.67	483.22	-155.75	507.70	0.00	0.00	0.00
3,200.00		0.00	3,144.67	483.22	-155.75	507.70	0.00	0.00	0.00
3,300.00		0.00	3,244.67	483.22	-155.75	507.70	0.00	0.00	0.00
3,400.00		0.00	3,344.67	483.22	-155.75	507.70	0.00	0.00	0.00
3,500.00	0.00	0.00	3,444.67	483.22	-155.75	507.70	0.00	0.00	0.00
3,600.00	0.00	0.00	3,544.67	483.22	-155.75	507.70	0.00	0.00	0.00
3,700.00		0.00	3,644.67	483.22	-155.75	507.70	0.00	0.00	0.00
			3,744.67			507.70	0.00	0.00	
3,800.00		0.00	,	483.22	-155.75				0.00
0 000 00		0.00	3,844.67	483.22	-155.75	507.70	0.00	0.00	0.00
3,900.00 4,000.00		0.00	3,944.67	483.22	-155.75	507.70	0.00	0.00	0.00



SDIPlanning Report



Database: EDM5000-RobertS-Local

Company: Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12

 Site:
 NBU 922-36D PAD

 Well:
 NBU 922-36D1CS

Wellbore: OH

Design: PLAN #1 2-9-11 RHS

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well NBU 922-36D1CS

GL 5087' & 4'

@ 5091.00ft (ASSUMED)

GL 5087' & 4'

@ 5091.00ft (ASSUMED)

True

sign:	PLAN #1 2-9-	TTKIIO							
nned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
4,100.00	0.00	0.00	4,044.67	483.22	-155.75	507.70	0.00	0.00	0.00
4,200.00	0.00	0.00	4,144.67	483.22	-155.75	507.70	0.00	0.00	0.00
4,300.00	0.00	0.00	4,244.67	483.22	-155.75	507.70	0.00	0.00	0.00
4,400.00	0.00	0.00	4,344.67	483.22	-155.75	507.70	0.00	0.00	0.00
4,500.00	0.00	0.00	4,444.67	483.22	-155.75	507.70	0.00	0.00	0.00
4.504.00	0.00	0.00	4.400.00	402.22	455.75	F07.70	0.00	0.00	0.00
4,524.33	0.00	0.00	4,469.00	483.22	-155.75	507.70	0.00	0.00	0.00
WASATCH	0.00	0.00	4 5 4 4 0 7	400.00	455.75	507.70	0.00	0.00	2.22
4,600.00	0.00	0.00	4,544.67	483.22	-155.75	507.70	0.00	0.00	0.00
4,700.00	0.00	0.00	4,644.67	483.22	-155.75	507.70	0.00	0.00	0.00
4,800.00	0.00	0.00	4,744.67	483.22	-155.75	507.70	0.00	0.00	0.00
4,900.00	0.00	0.00	4,844.67	483.22	-155.75	507.70	0.00	0.00	0.00
5,000.00	0.00	0.00	4,944.67	483.22	-155.75	507.70	0.00	0.00	0.00
5,100.00	0.00	0.00	5,044.67	483.22	-155.75	507.70	0.00	0.00	0.00
5,200.00	0.00	0.00	5,144.67	483.22	-155.75	507.70	0.00	0.00	0.00
5,300.00	0.00	0.00	5,244.67	483.22	-155.75	507.70	0.00	0.00	0.00
5,400.00	0.00	0.00	5,344.67	483.22	-155.75	507.70	0.00	0.00	0.00
E E00.00	0.00	0.00	E 444 67	402.22	155.75	E07.70	0.00	0.00	0.00
5,500.00		0.00	5,444.67	483.22	-155.75	507.70	0.00	0.00	
5,600.00	0.00	0.00	5,544.67	483.22	-155.75	507.70	0.00	0.00	0.00
5,700.00	0.00	0.00	5,644.67	483.22	-155.75	507.70	0.00	0.00	0.00
5,800.00	0.00	0.00	5,744.67	483.22	-155.75	507.70	0.00	0.00	0.00
5,900.00	0.00	0.00	5,844.67	483.22	-155.75	507.70	0.00	0.00	0.00
6,000.00	0.00	0.00	5,944.67	483.22	-155.75	507.70	0.00	0.00	0.00
6,100.00	0.00	0.00	6,044.67	483.22	-155.75	507.70	0.00	0.00	0.00
6,200.00	0.00	0.00	6,144.67	483.22	-155.75	507.70	0.00	0.00	0.00
6,300.00	0.00	0.00	6,244.67	483.22	-155.75	507.70	0.00	0.00	0.00
6,400.00	0.00	0.00	6,344.67	483.22	-155.75	507.70	0.00	0.00	0.00
6,500.00	0.00	0.00	6,444.67	483.22	-155.75	507.70	0.00	0.00	0.00
6,600.00	0.00	0.00	6,544.67	483.22	-155.75	507.70	0.00	0.00	0.00
6,700.00	0.00	0.00	6,644.67	483.22	-155.75	507.70	0.00	0.00	0.00
6,736.33	0.00	0.00	6,681.00	483.22	-155.75	507.70	0.00	0.00	0.00
MESAVERD		0.00	0,001.00	100.22	100.70	007.70	0.00	0.00	0.00
6,800.00	0.00	0.00	6,744.67	483.22	-155.75	507.70	0.00	0.00	0.00
			*						
6,900.00	0.00	0.00	6,844.67	483.22	-155.75	507.70	0.00	0.00	0.00
7,000.00	0.00	0.00	6,944.67	483.22	-155.75	507.70	0.00	0.00	0.00
7,100.00	0.00	0.00	7,044.67	483.22	-155.75	507.70	0.00	0.00	0.00
7,200.00	0.00	0.00	7,144.67	483.22	-155.75	507.70	0.00	0.00	0.00
7,300.00	0.00	0.00	7,244.67	483.22	-155.75	507.70	0.00	0.00	0.00
7,400.00	0.00	0.00	7,344.67	483.22	-155.75	507.70	0.00	0.00	0.00
7,500.00	0.00	0.00	7,444.67	483.22	-155.75	507.70	0.00	0.00	0.00
7,600.00	0.00	0.00	7,544.67	483.22	-155.75	507.70	0.00	0.00	0.00
7,700.00	0.00	0.00	7,644.67	483.22	-155.75	507.70	0.00	0.00	0.00
7,800.00	0.00	0.00	7,744.67	483.22	-155.75	507.70	0.00	0.00	0.00
7,900.00	0.00	0.00	7,844.67	483.22	-155.75	507.70	0.00	0.00	0.00
8,000.00	0.00	0.00	7,944.67	483.22	-155.75	507.70	0.00	0.00	0.00
8,100.00	0.00	0.00	8,044.67	483.22	-155.75	507.70	0.00	0.00	0.00
8,200.00	0.00	0.00	8,144.67	483.22	-155.75	507.70	0.00	0.00	0.00
8,300.00	0.00	0.00	8,244.67	483.22	-155.75	507.70	0.00	0.00	0.00
8,400.00	0.00	0.00	8,344.67	483.22	-155.75	507.70	0.00	0.00	0.00
8,500.00	0.00	0.00	8,444.67	483.22	-155.75	507.70	0.00	0.00	0.00
8,600.00	0.00	0.00	8,544.67	483.22	-155.75	507.70	0.00	0.00	0.00
8,700.00	0.00	0.00	8,644.67	483.22	-155.75	507.70	0.00	0.00	0.00
8,800.00	0.00	0.00	8,744.67	483.22	-155.75	507.70	0.00	0.00	0.00



SDI Planning Report



Database: Company: EDM5000-RobertS-Local

Kerr McGee Oil and Gas Onshore LP

Project:

Uintah County, UT UTM12

Site: Well: NBU 922-36D PAD NBU 922-36D1CS

Wellbore:

Design: PLAN #1 2-9-11 RHS Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

MD Reference:

North Reference:

GL 5087' & 4'

@ 5091.00ft (ASSUMED)

Well NBU 922-36D1CS

GL 5087' & 4'

@ 5091.00ft (ASSUMED)

True

Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
8,900.00 8,987.33	0.00 0.00 922-36D1CS	0.00 0.00	8,844.67 8,932.00	483.22 483.22	-155.75 -155.75	507.70 507.70	0.00 0.00	0.00 0.00	0.00 0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
PBHL_NBU 922-36D1C - plan hits target cent - Circle (radius 25.00		0.00	8,932.00	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W

Casing Points						
	Measured	Vertical		Casing	Hole	
	Depth	Depth		Diameter	Diameter	
	(ft)	(ft)	Name	(in)	(in)	
	2,514.36	2,463.00 8 5/8"		8.625	11.000	

Formations							
	Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	1,366.84	1,349.00	GREEN RIVER				
	4,524.33	4,469.00	WASATCH				
	6,736.33	6,681.00	MESAVERDE				

Plan Annotations					
Measured Vertical Depth Depth			Local Coord	linates +E/-W	
	(ft)	(ft)	(ft)	(ft)	Comment
	300.00	300.00	0.00	0.00	Start Build 2.00
1	1,000.00	993.06	80.99	-26.11	Start 1395.10 hold at 1000.00 MD
2	2,395.10	2,346.72	402.22	-129.65	Start Drop -2.00
3	3,095.10	3,039.77	483.22	-155.75	Start 5892.23 hold at 3095.10 MD
3	3,987.33	8,932.00	483.22	-155.75	TD at 8987.33



Kerr McGee Oil and Gas Onshore LP

Uintah County, UT UTM12 NBU 922-36D PAD NBU 922-36D1CS

OH

Plan: PLAN #1 2-9-11 RHS

Standard Planning Report - Geographic

09 February, 2011





SDI Planning Report - Geographic



EDM5000-RobertS-Local Database:

Company: Kerr McGee Oil and Gas Onshore LP **Local Co-ordinate Reference: TVD Reference:**

Well NBU 922-36D1CS

0.00

GL 5087' & 4'

@ 5091.00ft (ASSUMED)

Project: Uintah County, UT UTM12 GL 5087' & 4'

NBU 922-36D PAD Site:

Well: NBU 922-36D1CS North Reference:

MD Reference:

@ 5091.00ft (ASSUMED)

342.13

Wellbore: ОН **Survey Calculation Method:**

Minimum Curvature

Design: PLAN #1 2-9-11 RHS

Project Uintah County, UT UTM12

Universal Transverse Mercator (US Survey Feet)

Mean Sea Level

Map System: Geo Datum:

Map Zone:

NAD 1927 - Western US Zone 12N (114 W to 108 W)

Site NBU 922-36D PAD, SECTION 36 T9S R22E

Northing: 14,528,971.38 usft Site Position: Latitude: 39° 59' 48.851 N 109° 23' 36.780 W 2,090,347.02 usft Lat/Long Easting: From: Longitude:

System Datum:

1.03 ° 0.00 ft Slot Radius: 13.200 in **Position Uncertainty: Grid Convergence:**

NBU 922-36D1CS, 1062 FNL 981 FWL Well

39° 59' 48.851 N **Well Position** +N/-S 0.00 ft Northing: 14,528,971.38 usft Latitude: +E/-W 0.00 ft 2,090,347.02 usft Longitude: 109° 23' 36.780 W

Easting: 0.00 ft 5,087.00 ft **Position Uncertainty** Wellhead Elevation: **Ground Level:**

Wellbore ОН Magnetics **Model Name** Sample Date Declination Dip Angle Field Strength (nT) (°) IGRF2010 02/09/2011 65.89 11.07 52,376

PLAN #1 2-9-11 RHS Design **Audit Notes:** PLAN 0.00 Version: Phase: Tie On Depth: +N/-S Vertical Section: Depth From (TVD) +E/-W Direction (ft) (ft) (ft) (°)

0.00

0.00

Plan Sections										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,000.00	14.00	342.13	993.06	80.99	-26.11	2.00	2.00	0.00	342.13	
2,395.10	14.00	342.13	2,346.72	402.22	-129.65	0.00	0.00	0.00	0.00	
3,095.10	0.00	0.00	3,039.77	483.22	-155.75	2.00	-2.00	0.00	180.00	
8,987.33	0.00	0.00	8,932.00	483.22	-155.75	0.00	0.00	0.00	0.00 1	PBHL_NBU 922-36D ⁻



SDIPlanning Report - Geographic



Database: EDM5000-RobertS-Local

Company: Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12

 Site:
 NBU 922-36D PAD

 Well:
 NBU 922-36D1CS

Wellbore: OH

Design: PLAN #1 2-9-11 RHS

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well NBU 922-36D1CS

GL 5087' & 4'

@ 5091.00ft (ASSUMED)

GL 5087' & 4'

@ 5091.00ft (ASSUMED)

True

Design:		1#12-9-11 R	110						
Planned Survey	,								
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
					(11)				_
0.00		0.00	0.00	0.00	0.00	14,528,971.38	2,090,347.02	39° 59' 48.851 N	109° 23' 36.780 W
100.00		0.00	100.00	0.00	0.00	14,528,971.38	2,090,347.02	39° 59' 48.851 N	109° 23' 36.780 W
200.00		0.00	200.00	0.00	0.00	14,528,971.38	2,090,347.02	39° 59' 48.851 N	109° 23' 36.780 W
300.00		0.00	300.00	0.00	0.00	14,528,971.38	2,090,347.02	39° 59' 48.851 N	109° 23' 36.780 W
Start Bu									
400.00		342.13	399.98	1.66	-0.54	14,528,973.04	2,090,346.46	39° 59' 48.867 N	109° 23' 36.787 W
500.00		342.13	499.84	6.64	-2.14	14,528,977.99	2,090,344.76	39° 59' 48.916 N	109° 23' 36.808 W
600.00		342.13	599.45	14.94	-4.81	14,528,986.23	2,090,341.94	39° 59' 48.998 N	109° 23' 36.842 W
700.00		342.13	698.70	26.54	-8.55	14,528,997.76	2,090,337.99	39° 59' 49.113 N	109° 23' 36.890 W
800.00 900.00		342.13	797.47	41.42 59.58	-13.35 -19.21	14,529,012.56	2,090,332.93	39° 59' 49.260 N	109° 23' 36.952 W
1,000.00		342.13 342.13	895.62 993.06	80.99	-19.21 -26.11	14,529,030.61 14,529,051.89	2,090,326.75 2,090,319.46	39° 59' 49.440 N 39° 59' 49.651 N	109° 23' 37.027 W 109° 23' 37.115 W
			993.00	60.99	-20.11	14,529,051.69	2,090,319.40	39 39 49.031 N	109 23 37.113 W
1,100.00	95.10 hold at 1 14.00	342.13	1,090.08	104.02	-33.53	14,529,074.78	2,090,311.63	39° 59' 49.879 N	109° 23' 37.211 W
1,100.00		342.13	1,187.11	127.04	-33.53 -40.95	14,529,074.76	2,090,311.63	39° 59' 50.107 N	109° 23' 37.306 W
1,300.00		342.13	1,284.14	150.07	-48.37	14,529,120.56	2,090,295.96	39° 59' 50.334 N	109° 23' 37.402 W
1,366.84	14.00	342.13	1,349.00	165.46	-53.33	14,529,135.86	2,090,290.72	39° 59' 50.486 N	109° 23' 37.465 W
GREEN		0.20	.,0.0.00	.000	00.00	,020, .00.00	2,000,2002	00 00 00.10011	.00 20 000
1,400.00		342.13	1,381.17	173.10	-55.79	14,529,143.45	2,090,288.12	39° 59' 50.562 N	109° 23' 37.497 W
1,500.00		342.13	1,478.20	196.12	-63.21	14,529,166.33	2,090,280.29	39° 59' 50.789 N	109° 23' 37.592 W
1,600.00		342.13	1,575.23	219.15	-70.64	14,529,189.22	2,090,272.45	39° 59' 51.017 N	109° 23' 37.688 W
1,700.00		342.13	1,672.26	242.17	-78.06	14,529,212.11	2,090,264.61	39° 59' 51.244 N	109° 23' 37.783 W
1,800.00		342.13	1,769.29	265.20	-85.48	14,529,235.00	2,090,256.78	39° 59' 51.472 N	109° 23' 37.879 W
1,900.00	14.00	342.13	1,866.32	288.22	-92.90	14,529,257.89	2,090,248.94	39° 59' 51.700 N	109° 23' 37.974 W
2,000.00	14.00	342.13	1,963.35	311.25	-100.32	14,529,280.77	2,090,241.11	39° 59' 51.927 N	109° 23' 38.069 W
2,100.00	14.00	342.13	2,060.38	334.28	-107.74	14,529,303.66	2,090,233.27	39° 59' 52.155 N	109° 23' 38.165 W
2,200.00	14.00	342.13	2,157.41	357.30	-115.17	14,529,326.55	2,090,225.44	39° 59' 52.382 N	109° 23' 38.260 W
2,300.00		342.13	2,254.44	380.33	-122.59	14,529,349.44	2,090,217.60	39° 59' 52.610 N	109° 23' 38.355 W
2,395.10	14.00	342.13	2,346.72	402.22	-129.65	14,529,371.21	2,090,210.15	39° 59' 52.826 N	109° 23' 38.446 W
Start Dro	•								
2,400.00		342.13	2,351.47	403.35	-130.01	14,529,372.32	2,090,209.77	39° 59' 52.838 N	109° 23' 38.451 W
2,500.00		342.13	2,448.94	424.60	-136.86	14,529,393.45	2,090,202.54	39° 59' 53.048 N	109° 23' 38.539 W
2,514.36	11.61	342.13	2,463.00	427.38	-137.76	14,529,396.22	2,090,201.59	39° 59' 53.075 N	109° 23' 38.550 W
8 5/8"	2.25	0.10.15	0.547.46	440.00	440.00	44 500 444 0 :	0.000.100.11	000 501 50 000 1	4000 001 00 040
2,600.00		342.13	2,547.13	442.60	-142.66	14,529,411.34	2,090,196.41	39° 59' 53.226 N	109° 23' 38.613 W
2,700.00		342.13	2,645.92	457.33	-147.41	14,529,425.98	2,090,191.40	39° 59' 53.371 N	109° 23' 38.674 W
2,800.00 2,900.00		342.13 342.13	2,745.19 2.844.82	468.76 476.90	-151.09 -153.72	14,529,437.35 14,529,445.43	2,090,187.51	39° 59' 53.484 N 39° 59' 53.565 N	109° 23' 38.722 W 109° 23' 38.755 W
3,000.00		342.13	2,044.62 2,944.69	481.72	-155.72 -155.27	14,529,445.43	2,090,184.74 2,090,183.10	39° 59' 53.612 N	109° 23' 38.775 W
3,095.10		0.00	3,039.77	483.22	-155.27 -155.75	14,529,450.22	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
· ·	92.23 hold at 3		0,000.11	400.22	100.70	14,020,401.72	2,000,102.00	00 00 00.02714	100 20 00.702 VV
3,100.00		0.00	3,044.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
3,200.00		0.00	3,144.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
3,300.00		0.00	3,244.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
3,400.00		0.00	3,344.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
3,500.00		0.00	3,444.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
3,600.00		0.00	3,544.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
3,700.00		0.00	3,644.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
3,800.00		0.00	3,744.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
3,900.00		0.00	3,844.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
4,000.00		0.00	3,944.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
4,100.00	0.00	0.00	4,044.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W



SDI Planning Report - Geographic



EDM5000-RobertS-Local Database:

Company: Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12

Site: NBU 922-36D PAD Well: NBU 922-36D1CS

Wellbore:

Design: PLAN #1 2-9-11 RHS Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

North Reference:

@ 5091.00ft (ASSUMED) MD Reference:

GL 5087' & 4'

GL 5087' & 4'

@ 5091.00ft (ASSUMED)

Well NBU 922-36D1CS

True

Design.		1#12-5-1110							
Planned Survey	,								
Measured Depth (ft)	Inclination	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
4 200 00			4,144.67			44 500 454 70	0.000.400.50	20° 50! 52 627 N	
4,200.00	0.00 0.00	0.00 0.00	4,144.67 4,244.67	483.22 483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W 109° 23' 38.782 W
4,300.00	0.00	0.00		483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
4,400.00 4,500.00	0.00	0.00	4,344.67	483.22	-155.75 -155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	
4,500.00	0.00	0.00	4,444.67 4,469.00	483.22	-155.75 -155.75	14,529,451.72 14,529,451.72	2,090,182.59 2,090,182.59	39° 59' 53.627 N 39° 59' 53.627 N	109° 23' 38.782 W 109° 23' 38.782 W
		0.00	4,409.00	403.22	-155.75	14,529,451.72	2,090,162.59	39 39 33.027 N	109 23 36.762 W
WASATO 4,600.00	0.00	0.00	4,544.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
4,700.00	0.00	0.00	4,644.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
4,800.00	0.00	0.00	4,744.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
4,900.00	0.00	0.00	4,844.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
5,000.00	0.00	0.00	4,944.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
5,100.00	0.00	0.00	5,044.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
5,200.00	0.00	0.00	5,144.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
5,300.00	0.00	0.00	5,244.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
5,400.00	0.00	0.00	5,344.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
5,500.00	0.00	0.00	5,444.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
5,600.00	0.00	0.00	5,544.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
5,700.00	0.00	0.00	5,644.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
5,800.00	0.00	0.00	5,744.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
5,900.00	0.00	0.00	5,844.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
6,000.00	0.00	0.00	5,944.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
6,100.00	0.00	0.00	6,044.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
6,200.00	0.00	0.00	6,144.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
6,300.00	0.00	0.00	6,244.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
6,400.00	0.00	0.00	6,344.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
6,500.00	0.00	0.00	6,444.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
6,600.00	0.00	0.00	6,544.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
6,700.00	0.00	0.00	6,644.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
6,736.33	0.00	0.00	6,681.00	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
MESAVE									
6,800.00	0.00	0.00	6,744.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
6,900.00	0.00	0.00	6,844.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
7,000.00	0.00	0.00	6,944.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
7,100.00	0.00	0.00	7,044.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
7,200.00	0.00	0.00	7,144.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
7,300.00	0.00	0.00	7,244.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
7,400.00	0.00	0.00	7,344.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
7,500.00	0.00	0.00	7,444.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
7,600.00	0.00	0.00	7,544.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
7,700.00	0.00	0.00	7,644.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
7,800.00	0.00	0.00	7,744.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
7,900.00	0.00	0.00	7,844.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
8,000.00	0.00	0.00	7,944.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
8,100.00	0.00	0.00	8,044.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
8,200.00	0.00	0.00	8,144.67	483.22	-155.75 155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
8,300.00	0.00	0.00	8,244.67 8 344.67	483.22	-155.75 155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
8,400.00	0.00 0.00	0.00 0.00	8,344.67	483.22 483.22	-155.75 155.75	14,529,451.72	2,090,182.59 2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W 109° 23' 38.782 W
8,500.00 8,600.00	0.00	0.00	8,444.67 8,544.67	483.22	-155.75 -155.75	14,529,451.72 14,529,451.72	2,090,182.59	39° 59' 53.627 N 39° 59' 53.627 N	109° 23' 38.782 W
8,700.00	0.00	0.00	8,644.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
8,800.00	0.00	0.00	8,744.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
8,900.00	0.00	0.00	8,844.67	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W
3,300.00	0.00	0.00	0,077.07	700.22	100.70	17,020,701.12	2,000,102.03	00 00 00.027 N	100 20 00.702 W



SDIPlanning Report - Geographic



Database: Company: EDM5000-RobertS-Local

Kerr McGee Oil and Gas Onshore LP

Project:

Uintah County, UT UTM12

Site: Well: NBU 922-36D PAD NBU 922-36D1CS

Wellbore:

Design: PLAN #1 2-9-11 RHS

PBHL_NBU 922-36D1CS

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

MD Reference:

North Reference:

Well NBU 922-36D1CS

GL 5087' & 4'

@ 5091.00ft (ASSUMED)

GL 5087' & 4'

@ 5091.00ft (ASSUMED)

True

Planned Sur	vey								
Measure Depth (ft)	d Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
8,987	.33 0.00	0.00	8,932.00	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
PBHL_NBU 922-36D1C - plan hits target cent - Circle (radius 25.00		0.00	8,932.00	483.22	-155.75	14,529,451.72	2,090,182.59	39° 59' 53.627 N	109° 23' 38.782 W

Casing Points					
	Measured Depth	Vertical Depth		Casing Diameter	Hole Diameter
	(ft)	(ft)	Name	(in)	(in)
			Name		
	2,514.36	2,463.00 8 5/8"		8.625	11.000

Formations							
	Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	1,366.84	1,349.00	GREEN RIVER				
	4,524.33	4,469.00	WASATCH				
	6,736.33	6,681.00	MESAVERDE				

Plan Annotations					
Me	Measured	Vertical	Local Coordinates		
ı	Depth	Depth	+N/-S	+E/-W	
	(ft)	(ft)	(ft)	(ft)	Comment
	300.00	300.00	0.00	0.00	Start Build 2.00
	1,000.00	993.06	80.99	-26.11	Start 1395.10 hold at 1000.00 MD
	2,395.10	2,346.72	402.22	-129.65	Start Drop -2.00
	3,095.10	3,039.77	483.22	-155.75	Start 5892.23 hold at 3095.10 MD
	8,987.33	8,932.00	483.22	-155.75	TD at 8987.33

NBU 922-36D1CS

Surface: 1062' FNL 981' FWL (NW/4NW/4) BHL: 579' FNL 825' FWL (NW/4NW/4)

NBU 922-36D4BS

Surface: 1060' FNL 971' FWL (NW/4NW/4) BHL: 910' FNL 825' FWL (NW/4NW/4)

NBU 922-36D4CS

Surface: 1064' FNL 990' FWL (NW/4NW/4) BHL: 1241' FNL 825' FWL (NW/4NW/4)

NBU 922-36E1BS

Surface: 1067' FNL 1000' FWL (NW/4NW/4) BHL: 1572' FNL 825' FWL (SW/4NW/4)

> Pad: NBU 922-36D Pad Section 36 T09S R22E Mineral Lease: ML-22650

Uintah County, Utah Operator: Kerr-McGee Oil & Gas Onshore LP

MULTI-POINT SURFACE USE PLAN of OPERATIONS (SUPO)

This SUPO contains surface operating procedures for Kerr-McGee Oil & Gas Onshore LP (KMG), a wholly owned subsidiary of Anadarko Petroleum Corporation (APC) pertaining to actions that involve the State of Utah School and Institutional Trust Lands Administration (SITLA) in the development of minerals leased to KMG (including, but not limited to, APDs/SULAs/ROEs/ROWs and/or easements).

See associated Utah Division of Oil, Gas, and Mining (UDOGM) Form 3(s), plats, maps, and other attachments for site-specific information on projects represented herein.

In accordance with Utah Oil & Gas Conservation Rule R649-3-11 pertaining to Directional Drilling, these wells will be directionally drilled. Refer to Topo Map A for directions to the location and Topo Maps A and B for location of access roads within a 2-mile radius.

A. <u>Existing Roads</u>:

Existing roads consist of county roads and improved/unimproved lease roads. KMG will maintain existing roads in a condition that is the same as or better than before operations began and in a safe and usable condition. Maintenance of existing roads will continue until final abandonment and reclamation of well pads and/or other facilities. The road maintenance may include, but is not limited to, blading, ditching, culvert installation/cleanout, surfacing, and dust control.

Typically, roads, gathering lines and electrical distribution lines will occupy common disturbance corridors and roadways will be used as working space. All disturbances located in the same corridor will overlap each

NBU 922-36D1CS / 36D4BS/ 36D4CS/ 36E1BS

Surface Use Plan of Operations Page 2

other to the maximum extent possible; in no case will the maximum disturbance width of the access road and utility corridors exceed 50', unless otherwise approved.

B. Planned Access Roads:

One new access road is proposed (see Topo Map B). The ± 160 ' road re-route will connect the East side of the pad to an existing road. Applicable Uintah County encroachment and/or pipeline crossing permits will be obtained prior to construction/development. No other pipelines will be crossed at this location.

If there are roads that are new or to be reconstructed, they will be located, designed, and maintained to meet the standards of SITLA and other commonly accepted Best Management Practices (BMPs). If a new road/corridor were to cross a water of the United States, KMG will adhere to the requirements of applicable Nationwide or Individual Permits of the Department of Army Corps of Engineers.

During the onsite, turnouts, major cut and fills, culverts, bridges, gates, cattle guards, low water crossings, or modifications needed to existing infrastructure/facilities were determined, as applicable, are typically shown on attached Exhibits and Topo maps.

C. Location of Existing and Proposed Facilities:

This pad will expand the existing pad for the NBU 5-36B. The NBU 5-36B well location is a vertical well that is shut-in according to Utah Division of Oil, Gas and Mining (UDOGM) records as of April 13, 2011.

Production facilities (see Well Pad Design Summary and Facilities Diagram):

Production facilities will be installed on the disturbed portion of the well pad and may include bermed components (typically excluding dehy's and/or separators) that contain fluids (i.e. production tanks, produced liquids tanks). The berms will be constructed of compacted subsoil or corrugated metal, impervious, designed to hold 110% of the capacity of the largest tank, and be independent of the back cut. All permanent (on-site six months or longer) above ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earth-tone color chosen at the onsite in coordination with SITLA.

Production tanks will be constructed, maintained, and operated to prevent unauthorized surface or subsurface discharges of liquids and to prevent livestock or wildlife entry. The tanks are not to be used for disposal of liquids from additional sources without prior approval of UDOGM.

Gathering facilities:

NBU 922-36D1CS / 36D4BS/ 36D4CS/ 36E1BS

Surface Use Plan of Operations Page 3

The following pipeline transmission facilities will apply if the well is productive (see Topo D):

The total gas gathering (steel line pipe with fusion bond epoxy coating) pipeline distances from the meter to the tie in point is $\pm 2,210$ ' and the individual segments are broken up as follows:

- ±255' (0.05 miles) –New 6" buried gas pipeline from the meter to the edge of the pad. Please refer to Topo D2.
- ±95' (0.02 miles) –New 6" buried gas pipeline from the edge of pad to the proposed tie-in at the proposed 36E intersection. Please refer to Topo D.
- $\pm 1,860$ ' (0.4 miles) –New 16" buried gas pipeline from the 36E intersection to the tie-in point at the 36C intersection. Please refer to Topo D.

The total liquid gathering pipeline distance from the separator to the tie in point is $\pm 2,210$ ' and the individual segments are broken up as follows:

- ±255' (0.05 miles) –New 6" buried liquid pipeline from the separator to the edge of the pad. Please refer to Topo D2.
- ±95' (0.02 miles) –New 6" buried liquid pipeline from the edge of pad to the proposed tie-in at the proposed 36E intersection. Please refer to Topo D.
- $\pm 1,860$ ' (0.4 miles) –New 6" buried liquid pipeline from the 36E intersection to the proposed tie-in point at the 36C intersection. Please refer to Topo D.

The liquid gathering lines will be made of polyethylene or a composite polyethylene/steel or polyethylene/fiberglass that is not subject to internal or external pipe corrosion. The content of the produced fluids to be transferred by the liquid gathering system will be approximately 92% produced water and 8% condensate. Trunk line valve connections for the water gathering system will be below ground but accessible from the surface in order to prevent freezing during winter time.

The proposed pipelines will be buried and will include gas gathering and liquid gathering pipelines in the same trench. Where the pipeline is adjacent to the road or well pad, the road and/or well pad will be utilized for construction activities and staging. KMG requests a permanent 30' right-of-way adjacent to the road for life-of-project for maintenance, repairs, and/or upgrades, no additional right-of-way will be needed beyond the 30'. Where the pipeline is not adjacent to the road or well pad, KMG requests a temporary 45' construction right-of-way and 30' permanent right-of-way.

The proposed trench width for the pipeline would range from 18-48 inches and will be excavated to a depth of 48 to 60 inches of normal soil cover or 24 inches of cover in consolidated rock. During construction blasting may occur along the proposed right-of-way where trenching equipment cannot cut into the bedrock. Large debris and rocks removed from the earth during trenching and blasting that could not be returned to the trench would be distributed evenly and naturally in the project area. The proposed pipelines will be pressure tested pneumatically (depending on size) or with fluids (either fresh or produced). If fluids are used, there will be no discharge to the surface.

Pipeline signs will be installed along the right-of-way to indicate the pipeline proximity and ownership, as well as to provide emergency contact phone numbers. Above ground valves, T's, and/or cathodic protection will be installed at various locations for connection, corrosion prevention and/or for safety purposes.

D. <u>Location and Type of Water Supply:</u>

Water for drilling purposes will be obtained from one of the following sources:

- Dalbo Inc.'s underground well located in Ouray, Utah, Sec. 32 T4S R3E, Water User Claim number 43-8496, application number 53617.
- Price Water Pumping Inc. Green River and White River, various sources, Water Right Number 49-1659, application number: a35745.

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

E. Source of Construction Materials:

Construction operations will typically be completed with native materials found on location. If needed, construction materials that must be imported to the site (mineral material aggregate, soils or materials suitable for fill/surfacing) will be obtained from a nearby permitted source and described in subsequent Sundry requests. No construction materials will be removed from State lands without prior approval from SITLA.

F. Methods of Handling Waste Materials:

Should the well be productive, produced water will be contained in a water tank and will be transported by pipeline and/or truck to an approved disposal sites facilities and/or Salt Water Disposal (SWD) injection well. Currently, those facilities are:

RNI in Sec. 5 T9S R22E

Ace Oilfield in Sec. 2 T6S R20E MC&MC in Sec. 12 T6S R19E Pipeline Facility in Sec. 36 T9S R20E

Goat Pasture Evaporation Pond in SW/4 Sec. 16 T10S R22E

Bonanza Evaporation Pond in Sec. 2 T10S R23E

Ouray #1 SWD in Sec. 1 T9S R21E NBU 159 SWD in Sec. 35 T9S R21E CIGE 112D SWD in Sec. 19 T9S R21E CIGE 114 SWD in Sec. 34 T9S R21E NBU 921-34K SWD in Sec. 34 T9S R21E NBU 921-33F SWD in Sec. 33 T9S R21E

NBU 921-34L SWD in Sec. 34 T9S R21E

Drill cuttings and/or fluids will be contained in the reserve/frac pit. Cuttings will be buried in pit(s) upon

NBU 922-36D1CS / 36D4BS/ 36D4CS/ 36E1BS

Surface Use Plan of Operations Page 5

closure. Unless otherwise approved, no oil or other oil-based drilling additives, chromium/metals-based, or saline muds will be used during drilling. Only fresh water (as specified above), biodegradable polymer soap, bentonite clay, and/or non-toxic additives will be used in the mud system.

Pits will be constructed to minimize the accumulation of surface runoff. Should fluid hydrocarbons be encountered during drilling, completions or well testing, product will either be contained in test tanks on the well site or evacuated by vacuum trucks and transported to an approved disposal/sales facility. Should petroleum hydrocarbons unexpectedly be released into a pit, they will be removed as soon as practical but in no case will they remain longer than 72 hours unless an alternate is approved by SITLA. Should timely removal prove infeasible, the pit will be netted with mesh no larger than 1 inch until such time as hydrocarbons can be removed. Hydrocarbon removal will also take place prior to the closure of the pit, unless authorization is provided for disposal via alternative pit closure methods (e.g. solidification).

The reserve and/or fracture stimulation pit will be lined with a synthetic material 20-mil or thicker, The liner will be installed over smooth fill subgrade that is free of pockets, loose rocks, or other materials (i.e. sand, sifted dirt, bentonite, straw, etc.) that could damage the liner. Any additional pits necessary for subsequent operations, such as temporary flare or workover pits, will be contained within the originally approved well pad and disturbance boundaries. Such temporary pits will be backfilled and reclaimed within 180 days of completion of work at a well location.

For the protection of livestock and wildlife, all open pits and cellars will be fenced/covered to prevent wildlife or livestock entry. Total height of pit fencing will be at least 42 inches and corner posts will be cemented and/or braced in such a manner as to keep the fence tight at all times. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

Pits containing drilling cuttings, mud, and/or completions fluids will be allowed to dry. Any free fluids remaining after six (6) months from reaching total depth, date of completion, and/or determination of inactivity will be removed (as weather conditions allow) to an approved site and the pit reclaimed. Additional drying methods may include fly-ash solidification or sprinkler evaporation. Installation and operation of any sprinklers, pumps, and equipment will ensure that water spray or mist does not drift. Reserve pit liners will be cut off or folded as near to the mud surface as possible and as safety considerations allow and buried on location.

No garbage or non-exempt substances as defined by Resource Conservation and Recovery Act (RCRA) subtitle C will be placed in the reserve pit. All refuse generated during construction, drilling, completion, and well testing activities will be contained in an enclosed receptacle, removed from the drill locations promptly, and transported to an approved disposal facility.

Portable, self-contained chemical toilets and/or sewage processing facilities will be provided for human waste disposal. Upon completion of operations, or as required, the toilet holding tanks will be pumped and the contents disposed of in an approved sewage disposal facility. All applicable regulations pertaining to disposal

NBU 922-36D1CS / 36D4BS/ 36D4CS/ 36E1BS

Surface Use Plan of Operations Page 6

of human and solid waste will be observed.

Any undesirable event, including accidental release of fluids, or release in excess of reportable quantities, will be managed according to the notification requirements of UDOGMs "Reporting Oil and Gas Undesirable Events" rule. Where State wells are participatory to a Federal agreement, according to NTL-3A, the appropriate Federal agencies will be notified.

Materials Management

Hazardous materials above reportable quantities will not be produced by drilling or completing proposed wells or constructing the pipelines/facilities. The term "hazardous materials" as used here means: (1) any substance, pollutant, or containment listed as hazardous under the Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA) of 1980, as amended 42 U.S.C. 9601 et seq., and the regulations issued under CERCLA; and (2) any hazardous waste as defined in RCRA of 1976, as amended. In addition, no extremely hazardous substance, as defined in 40 CFR 355, in threshold planning quantities, would be used, produced, stored, transported, or disposed of while producing any well.

Chemicals subject to reporting under Title III of the Superfund Amendments and Reauthorization Act (SARA) in quantities of 10,000 pounds or more may be produced and/or stored at production facilities and may be kept in limited quantities on drilling sites and well locations for short periods of time during drilling or completion activities.

G. <u>Ancillary Facilities</u>:

None are anticipated.

H. Well Site Layout (see Well Pad Design Summary):

The location, orientation and aerial extent of each drill pad, reserve/completion/flare pit, access road ingress/egress points, drilling rig, dikes/ditches, existing wells/infrastructure, proposed cuts and fills, and topsoil and spoil material stockpile locations are depicted on the exhibits for each project where applicable. Site-specific conditions may require slight deviation in actual equipment and facility layout; however, the area of disturbance, as described in the survey, will not be exceeded.

Coordinates are provided in the National Spatial Reference System, North American Datum, 1927 (NAD27) or latest edition. Distances are depicted on each plat to the nearest two adjacent section lines.

I. Plans for Reclamation of the Surface:

Surface reclamation will be undertaken in two phases: interim and final. Interim reclamation is conducted following well completion and extends through the period of production. This reclamation is for the area of the well pad that is not required for production activities. Final reclamation is conducted following well plugging/conversion and/or facility abandonment processes.

NBU 922-36D1CS / 36D4BS/ 36D4CS/ 36E1BS

Surface Use Plan of Operations Page 7

Reclamation activities in both phases may include but are not limited to: re-contouring or re-configuration of topographic surfaces, restoration of drainage systems, segregation of spoils materials, minimizing surface disturbance, re-evaluating backfill requirements, pit closure, topsoil redistribution, soil treatments, seeding and weed control.

Interim Reclamation

Interim reclamation includes pit closure, re-contouring (where possible), soil bed preparation, topsoil placement, seeding, and/or weed control.

Interim re-contouring involves bringing all construction material from cuts and fills back onto the well pad and site and reestablishing the natural contours where desirable and practical. Fill and stockpiled spoils no longer necessary to the operation will be spread on the cut slopes and covered with stockpiled topsoil. All stockpiled top soils will be used for interim reclamation where practical to maintain soil viability. Where possible, the land surface will be left "rough" after re-contouring to ensure that the maximum surface area will be available to support the reestablishment of vegetative cover.

A reserve pit, upon being allowed to dry, will be backfilled and compacted with cover materials that are void of any topsoil, vegetation, large stones, rocks or foreign objects. Soils that are moisture laden, saturated, or partially/completely frozen will not be used for backfill or cover. The pit area will be mounded to allow for settling and to promote positive surface drainage away from the pit.

Final Reclamation

Final reclamation will be performed for newly drilled unproductive wells and/or at the end of the life of a productive well. As soon as practical after the conclusion of drilling and testing operations, unproductive drill holes will be plugged and abandoned (P&A). Site and road reclamation will commence following plugging. In no case will reclamation at non-producing locations be initiated later than six (6) months from the date a well is plugged. A joint inspection of the disturbed area to be reclaimed may be requested by KMG. The primary purpose of this inspection will be to review the existing conditions, or agree upon a revised final reclamation and abandonment plan. A Notice of Intent to Abandon will be filed for final recommendations regarding surface reclamation.

After plugging, all wellhead equipment that is no longer needed will be removed, and the well site will be reclaimed. Final contouring will blend with and follow as closely as practical the natural terrain and contours of the original site and surrounding areas. After re-contouring, final grading will be conducted over the entire surface of the well site and access road. Where practical, the area will be ripped to a depth of 18 to 24 inches on 18 to 24-inch centers and surface materials will be pitted with small depressions to form longitudinal depressions 12 to 18 inches deep perpendicular to the natural flow of water.

All unnecessary surface equipment and structures (e.g. cattle guards) and water control structures (e.g. culverts, drainage pipes) not needed to facilitate successful reclamation will be removed during final

NBU 922-36D1CS / 36D4BS/ 36D4CS/ 36E1BS

Surface Use Plan of Operations Page 8

reclamation. Roads that will be reclaimed will be ripped to a depth of 18 inches where practical, re-contoured to approximate the original contour of the ground and seeded.

Upon successfully completing reclamation of a P&A location, a Final Abandonment Notice will be submitted to UDOGM.

Seeding and Measures Common to Interim and Final Reclamation

Reclaimed areas may be fenced to exclude grazing and encourage re-vegetation.

On slopes where severe erosion can become a problem and the use of machinery is not practical, seed will be hand broadcast and raked with twice the specified amount of seed. The slope will be stabilized using materials specifically designed to prevent erosion on steep slopes and hold seed in place so vegetation can become permanently established. These materials will include, but are not limited to, erosion control blankets and bonded fiber matrix at a rate to achieve a minimum of 80 percent soil coverage.

Seeding will occur year-round as conditions allow. Seed mixes appropriate to the native plant community as determined and specified for each project location based on the site specific soils will be used for revegetation. The site specific seed mix will be provided by SITLA.

J. Surface/Mineral Ownership:

SITLA 675 East 500 South, Suite 500 Salt Lake City, UT 84102

K. Other Information:

None

NBU 922-36D1CS / 36D4BS/ 36D4CS/ 36E1BS

Surface Use Plan of Operations

Page 9

M. <u>Lessee's or Operators' Representative & Certification</u>:

Gina T. Becker Regulatory Analyst II Kerr-McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 (720) 929-6086 Tommy Thompson General Manager, Drilling Kerr-McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 (720) 929-6724

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

Bond coverage for State lease activities is provided by State Surety Bond 22013542, and for applicable Federal lease activities and pursuant to 43 CFR 3104, by Bureau of Land Management Nationwide Bond WYB000291.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that I have full knowledge of the State and Federal laws applicable to this operation; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

Gina T. Becker

May 12, 2011

Date



JOE JOHNSON LANDMAN KERR-MCGEE ONSHORE OIL & GAS, L.P. 1099 18TH STREET, SUITE 1800, DENVER, CO 80202 720-929-6708 • FAX 720-929-7708

E-MAIL: JOE.JOHNSON@ANADARKO.COM

April 13, 2011

Ms. Diana Mason Division of Oil, Gas and Mining P.O. Box 145801 Salt Lake City, UT 84114-6100

Re: Directional Drilling R649-3-11

NBU 922-36D1CS

T9S-R22E

Section 36: NWNW/NWNW Surface: 1062' FNL, 981' FWL Bottom Hole: 579' FNL, 825' FWL

Uintah County, Utah

Dear Ms. Mason:

Pursuant to the filing of Kerr-McGee Oil & Gas Onshore LP's (Kerr-McGee) Application for Permit to Drill regarding the above referenced well, we are hereby submitting this letter in accordance with Oil & Gas Conservation Rule R649-3-11 pertaining to the Exception to Location and Siting of Wells.

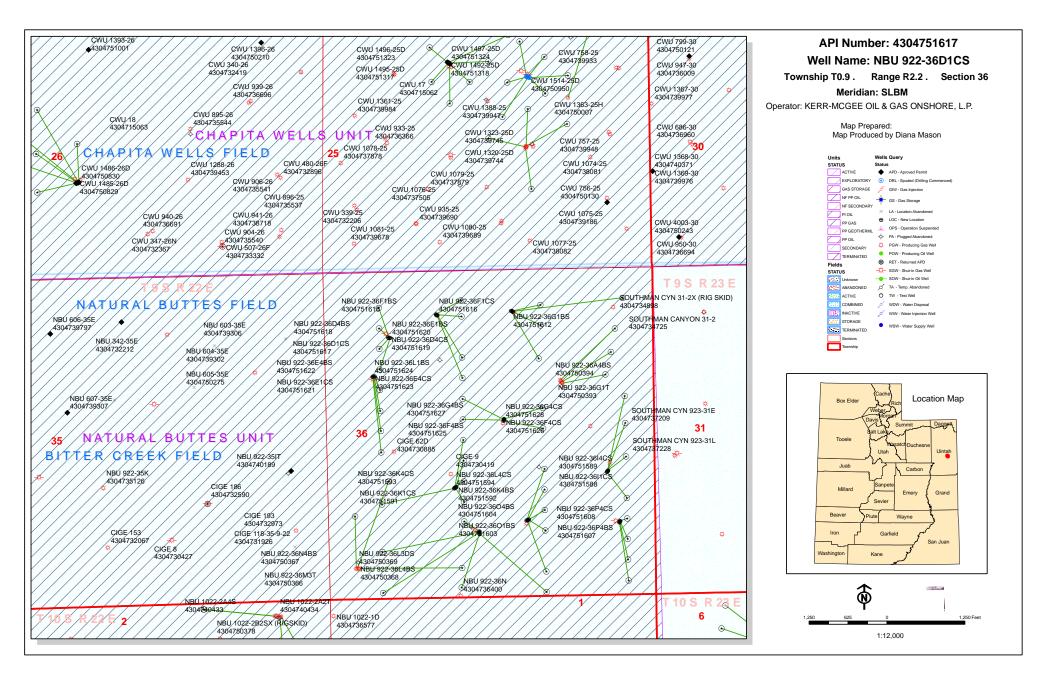
- Kerr-McGee's NBU 922-36D1CS is located within the Natural Buttes Unit area.
- Kerr-McGee is permitting this well as a directional well in order to minimize surface disturbance. Locating the well at the surface location and directionally drilling from this location, Kerr-McGee will be able to utilize the existing road and pipelines in the area.
- Furthermore, Kerr-McGee certifies that it is the sole working interest owner within 460 feet of the entire
 directional well bore.

Therefore, based on the above stated information Kerr-McGee Oil & Gas Onshore LP requests the permit be granted pursuant to R649-3-11.

Sincerely,

KERR-MCGEE OIL & GAS ONSHORE LP

Joseph D. Johnson Landman



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

May 20, 2011

Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2011 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2011 within the Natural Buttes Unit, Uintah County, Utah.

API # WELL NAME LOCATION

(Proposed PZ WASATCH-MESA VERDE)

NBU 922-36I PAD

NBU 922-301 FAD										
43-047-51586	NBU	922-36H4BS	Sec	36	T09S	R22E	2006	FSL	0799	FEL
		BHL	Sec	36	T09S	R22E	2071	FNL	0494	FEL
43-047-51587	MRII	922-36H4CS	Sec	36	тООС	R22F	2014	FST.	0792	EFI.
45 047 51507	NDO							_	0495	
		рпг	sec	30	1095	RZZŁ	2300	LINT	0495	гсь
43-047-51588	NBU	922-36I1CS	Sec	36	T09S	R22E	2021	FSL	0785	FEL
		BHL	Sec	36	T09S	R22E	2237	FSL	0494	FEL
43-047-51589	NBU	922-36I4CS	Sec	36	T09S	R22E	1999	FSL	0805	FET.
10 017 01005	1120								0493	
	_	рпп	sec	30	1093	RZZE	13/4	гоц	0493	гыл
NBU 922-36K PAD										
43-047-51590	NBU	922-36K1BS	Sec	36	T09S	R22E	1798	FSL	1998	FWL
		BHL	Sec	36	T09S	R22E	2567	FSL	2148	FWL
43-047-51591	NBU	922-36K1CS	Sec	36	T09S	R22E	1809	FSL	2015	FWT.
10 017 01091	1120							_	2147	
		ППП	sec	50	1095	NZZĽ	2230	гоц	214/	T. M.T.
			_							
43-047-51592	NBU	922-36K4BS	Sec	36	T09S	R22E	1815	FSL	2023	FWL
		BHL	Sec	36	T09S	R22E	1904	FSL	2147	FWL
43-047-51593	NBU	922-36K4CS	Sec	36	T09S	R22E	1804	FSL	2006	FWL
									2146	
		ППП	DCC	50	1000	11221	1010	тОП	2170	T 8877
40 045 54504		000 007 100	~	2.6		500-	1 7 0 0		1000	
43-04/-51594	NBU	922-36L4CS								
		BHL	Sec	36	T09S	R22E	1565	FSL	0821	FWL

API # WELL NAME LOCATION

(Proposed PZ WASATCH-MESA VERDE

NBI	10	122	-361	N	DΔ	n
INDI	JS	ZZ	-301	v	ГА	u

NBU 922-36N PAI)									
43-047-51595	NBU	922-36M1CS								
		BHL	Sec	36	T09S	R22E	0792	FSL	0816	FWL
12 047 51506	NIDII	000 201400	0	2.0	шоос	DOOR	1000	ПОТ	0070	T77.77
43-047-51596	NBO	922-36M4CS			T095					
		рпг	sec	30	1095	RZZĒ	0132	LOL	0019	ГWL
43-047-51597	NRII	922-36N1BS	Sec	36	тпас	B22F	1088	FSI.	2379	FWT.
15 017 51557	INDO				T09S					
		2112	200	0 0	1030	11222	1200			
43-047-51598	NBU	922-36N4CS	Sec	36	T09S	R22E	1048	FSL	2379	FWL
		BHL	Sec	36	T09S	R22E	0190	FSL	2081	FWL
43-047-51599	NBU	922-3604CS	Sec	36	T09S	R22E	1058	FSL	2379	FWL
		BHL	Sec	36	T09S	R22E	0085	FSL	1814	FEL
NBU 922-360 PAI		000 007100	~	2.6	TO 0 0	D000	1045		0110	
43-04/-51600	NBU	922-36J1CS								
		RHT	sec	36	T09S	RZZE	2071	FSL	1809	FEL
13-017-51601	MRII	922-36J4BS	Sac	36	т∩ас	D22F	125/	FCI	2094	FFT
15 017 51001	INDO				T09S			_		
		DIIL	500	00	1030	11221	1,10	101	1010	
43-047-51602	NBU	922-36J4CS	Sec	36	T09S	R22E	1261	FSL	2075	FEL
		BHL	Sec	36	T09S	R22E	1409	FSL	1816	FEL
43-047-51603	NBU	922-3601BS	Sec	36	T09S	R22E	1257	FSL	2085	FEL
		BHL	Sec	36	T09S	R22E	1078	FSL	1815	FEL
43-047-51604	NBU	922-3604BS								
NDU 022 26D DAE	•	BHT	Sec	36	T09S	RZZE	0415	FSL	1814	FEL
NBU 922-36P PAI		922-36P1BS	202	36	π∩аς	D22F	1207	ECT	0606	CCT
45 047 51005	NDO				T09S					
		5115	DCC	50	1036	11221	1215	101	0195	1 1111
43-047-51606	NBU	922-36P1CS	Sec	36	T09S	R22E	1198	FSL	0611	FEL
		BHL	Sec	36	T09S	R22E	0911	FSL	0493	FEL
43-047-51607	NBU	922-36P4BS								
		BHL	Sec	36	T09S	R22E	0580	FSL	0493	FEL
10 015 51600		000 05-155	_						0.001	
43-04/-51608	NBU	922-36P4CS								
NBU 922-36B PAI	,	ВПГ	sec	36	T09S	RZZŁ	0243	FSL	0492	FEL
		922-36A1CS	Sec	36	T095	R22E	0678	FNT.	2273	FEI.
15 01, 51009	14110				T09S					
		2112		- 0					1	
43-047-51610	NBU	922-36B1CS	Sec	36	T09S	R22E	0674	FNL	2282	FEL
		BHL	Sec	36	T09S	R22E	0579	FNL	1821	FEL
43-047-51611	NBU	922-36B4BS								
		BHL	Sec	36	T09S	R22E	0905	Ŀ'NL	1828	Ͱ'EL

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API # WELL NAME LOCATION (Proposed PZ WASATCH-MESA VERDE BHL Sec 36 T09S R22E 1439 FNL 1861 FEL **NBU 922-36C PAD** BHL Sec 36 T09S R22E 0485 FNL 2152 FWL 43-047-51614 NBU 922-36C4BS Sec 36 T09S R22E 0706 FNL 1749 FWL BHL Sec 36 T09S R22E 0746 FNL 2153 FWL 43-047-51615 NBU 922-36F1BS Sec 36 T09S R22E 0718 FNL 1765 FWL BHL Sec 36 T09S R22E 1407 FNL 2151 FWL BHL Sec 36 T09S R22E 1738 FNL 2150 FWL **NBU 922-36D PAD** BHL Sec 36 T09S R22E 0579 FNL 0825 FWL 43-047-51618 NBU 922-36D4BS Sec 36 T09S R22E 1060 FNL 0971 FWL BHL Sec 36 T09S R22E 0910 FNL 0825 FWL 43-047-51619 NBU 922-36D4CS Sec 36 T09S R22E 1064 FNL 0990 FWL BHL Sec 36 T09S R22E 1241 FNL 0825 FWL 43-047-51620 NBU 922-36E1BS Sec 36 T09S R22E 1067 FNL 1000 FWL BHL Sec 36 T09S R22E 1572 FNL 0825 FWL **NBU 922-36E PAD** BHL Sec 36 T09S R22E 1903 FNL 0824 FWL BHL Sec 36 T09S R22E 2245 FNL 0818 FWL BHL Sec 36 T09S R22E 2565 FNL 0824 FWL BHL Sec 36 T09S R22E 2401 FSL 0824 FWL **NBU 922-36G3 PAD** 43-047-51625 NBU 922-36F4BS Sec 36 T09S R22E 2414 FNL 2443 FEL BHL Sec 36 T09S R22E 2070 FNL 2149 FWL BHL Sec 36 T09S R22E 2401 FNL 2149 FWL 43-047-51627 NBU 922-36G4BS Sec 36 T09S R22E 2405 FNL 2441 FEL BHL Sec 36 T09S R22E 2235 FNL 1818 FEL 43-047-51628 NBU 922-36G4CS Sec 36 T09S R22E 2434 FNL 2447 FEL

BHL Sec 36 T09S R22E 2566 FNL 1818 FEL

Page 4

This office has no objection to permitting the wells at this time.

Digitally signed by Michael L. Coulthard Michael L. Coulthard

Management, ou=Branch of Minerals, email=Michael_Coulthard@blm.gov, c=US
Date: 2011.05.23 07:16:05 -06'00'

bcc: File - Natural Buttes Unit Division of Oil Gas and Mining

Central Files Agr. Sec. Chron Fluid Chron

MCoulthard:mc:5-20-11

From: Jim Davis

To: Bonner, Ed: Garrison, LaVonne: Hill, Brad: Mason, Diana

CC: Gina Becker; Lytle, Andy Date: 6/8/2011 3:00 PM

Subject: Kerr McGee APD approvals.

The following APDs have been approved by SITLA including arch and paleo clearance.

```
4304751586
             NBU 922-36H4BS
4304751587
             NBU 922-36H4CS
4304751588
             NBU 922-36I1CS
4304751589
             NBU 922-36I4CS
4304751590
             NBU 922-36K1BS
4304751591
             NBU 922-36K1CS
4304751592
             NBU 922-36K4BS
4304751593
             NBU 922-36K4CS
4304751594
             NBU 922-36L4CS
4304751595
             NBU 922-36M1CS
4304751596
             NBU 922-36M4CS
4304751597
             NBU 922-36N1BS
             NBU 922-36N4CS
4304751598
4304751599
             NBU 922-36O4CS
4304751600
             NBU 922-36J1CS
             NBU 922-36J4BS
4304751601
4304751602
             NBU 922-36J4CS
4304751603
             NBU 922-3601BS
4304751604
             NBU 922-36O4BS
4304751605
             NBU 922-36P1BS
4304751606
             NBU 922-36P1CS
4304751607
             NBU 922-36P4BS
4304751608
             NBU 922-36P4CS
4304751613
             NBU 922-36C1CS
4304751614
             NBU 922-36C4BS
4304751615
             NBU 922-36F1BS
             NBU 922-36F1CS
4304751616
             NBU 922-36D1CS
4304751617
4304751618
             NBU 922-36D4BS
4304751619
             NBU 922-36D4CS
4304751620
             NBU 922-36E1BS
4304751621
             NBU 922-36E1CS
4304751622
             NBU 922-36E4BS
4304751623
             NBU 922-36E4CS
4304751624
             NBU 922-36L1BS
4304751625
             NBU 922-36F4BS
4304751626
             NBU 922-36F4CS
4304751627
             NBU 922-36G4BS
4304751628
             NBU 922-36G4CS
```

Full paleo monitoring is a required condition for the approval of these APDs- as recommended in the paleo report.

```
4304751609
            NBU 922-36A1CS
4304751610
            NBU 922-36B1CS
4304751611
            NBU 922-36B4BS
4304751612
            NBU 922-36G1BS
```

Thanks.

-Jim

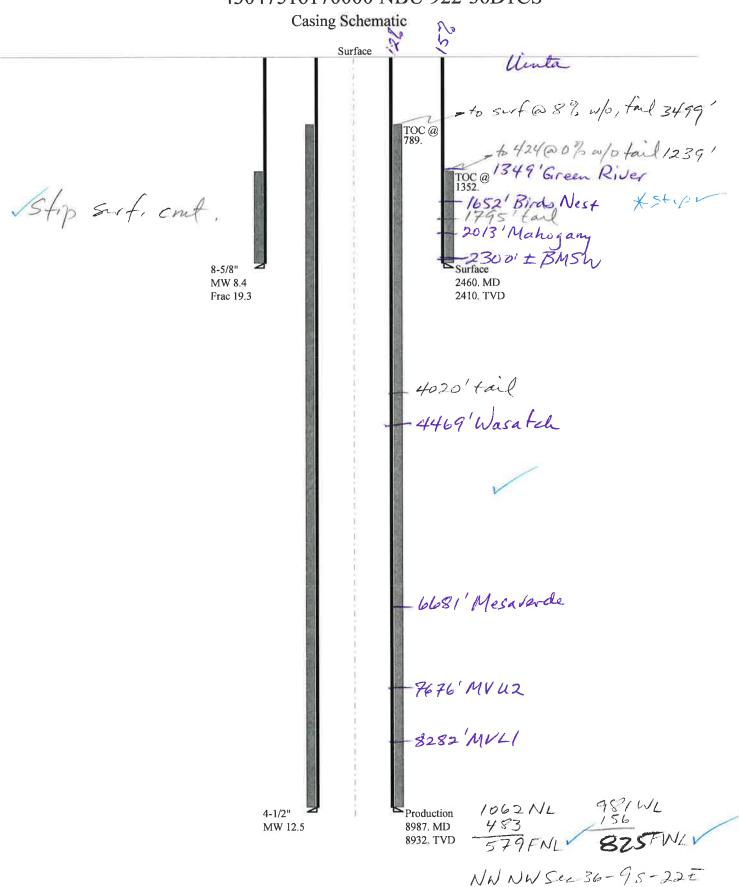
Jim Davis Utah Trust Lands Administration jimdavis1@utah.gov Phone: (801) 538-5156

BOPE REVIEW KERR-MCGEE OIL & GAS ONSHORE, L.P. NBU 922-36D1CS 43047516170000

Well Name		KERR-MCGE	Ε	OIL & GAS ONSH	ORE, L.P. NBI	J 922-36D1CS	
String		Surf	Ī	Prod			
Casing Size(")		8.625	Ī	4.500			
Setting Depth (TVD)		2410	t	8932			
Previous Shoe Setting Dept	th (TVD)	40	ľ	2410			
Max Mud Weight (ppg)		8.4	ľ	12.5			
BOPE Proposed (psi)		500	ľ	5000			
Casing Internal Yield (psi)		3390	ľ	7780			
Operators Max Anticipated	d Pressure (psi)	5716	ľ	12.3			
			_	ļ [ļ			l
Calculations	Suri	f String	_		8.625	"	
Max BHP (psi)		.052*Setti	ng	g Depth*MW=	1053		
MAGD(C) ()		DIID (0.12*	.0	w. D 41)			quate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)			_	etting Depth)=	764	NO	air drill
MASP (Gas/Mud) (psi)	Max	k BHP-(0.22*	'S	etting Depth)=	523	NO	ОК
D 44D 1 CI	N. DIID 22*/G // D	4 B :	_	GL D 41)		*Can Full	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe		eptn - Previou	us	S Snoe Deptn)=	532	NO .	Reasonable for area
Required Casing/BOPE Te					2373	psi	
*Max Pressure Allowed @	Previous Casing Shoe=				40	psi *Assı	umes 1psi/ft frac gradient
Calculations	Proc	l String	_		4.500	"	
Max BHP (psi)		.052*Setti	ng	g Depth*MW=	5806		
			_		1,	BOPE Ade	quate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max BHP-(0.12*Setting Depth)=			4734	YES	ĺ	
MASP (Gas/Mud) (psi)	Max	BHP-(0.22*	S	etting Depth)=	3841	YES	ОК
			_		<u>'</u>	*Can Full	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting De	epth - Previou	us	Shoe Depth)=	4371	NO	Reasonable
Required Casing/BOPE Te	est Pressure=				5000	psi	
*Max Pressure Allowed @	Previous Casing Shoe=		_		2410	psi *Assı	umes 1psi/ft frac gradient
					2		
Calculations	S	tring	_	5 day my		"	
Max BHP (psi)		.052*Settii	ng	g Depth*MW=	<u> </u>	DODE 4.1	
MASD (Cos) (noi)	Max	. DIID (0.12*	·C	atting Donth)=	<u> </u>		quate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)			_	etting Depth)=	<u> </u>	NO	
MASP (Gas/Mud) (psi)	Iviax	K BHP-(0.22*	- 3	etting Depth)=	<u> </u>	*Con Full	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max RHP- 22*(Setting D	enth - Previou	110	Shoe Denth)=			Expected Fressure Be field At Frevious Shoe:
Required Casing/BOPE Te		eptii Tieviot	u .5	s shoe Depui)		psi	
			_		<u> </u>	-	ımes 1psi/ft frac gradient
*Max Pressure Allowed @	rrevious Casing Snoe-		_		<u></u>	psi *Assı	imes Tpsi/it frac gradient
Calculations	S	tring	_			"	
Max BHP (psi)		.052*Settii	ng	g Depth*MW=			
						BOPE Ade	quate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max	BHP-(0.12*	S	etting Depth)=		NO	
MASP (Gas/Mud) (psi)	Max	BHP-(0.22*	S	etting Depth)=		NO	
						*Can Full	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting D	epth - Previou	us	Shoe Depth)=		NO	
Required Casing/BOPE Te	st Pressure=					psi	

*Max Pressure Allowed @ Previous Casing Shoe=	psi	*Assumes 1psi/ft frac gradient

43047516170000 NBU 922-36D1CS



Well name:

43047516170000 NBU 922-36D1CS

Operator:

KERR-MCGEE OIL & GAS ONSHORE, L.P.

String type:

Surface

Project ID:

43-047-51617

Location:

UINTAH

COUNTY

Minimum design factors: **Environment:**

1.80 (J)

1.70 (J)

1.60 (J)

1.50 (J)

1.50 (B)

Collapse

8.400 ppg Mud weight: Design is based on evacuated pipe.

Collapse:

Design factor 1.125 H2S considered?

No 74 °F Surface temperature: 108 °F Bottom hole temperature: Temperature gradient:

1.40 °F/100ft

Minimum section length:

100 ft

8,987 ft

Burst:

Design factor

1.00 Cement top: 1,352 ft

Burst

Max anticipated surface

No backup mud specified.

pressure: Internal gradient: Calculated BHP

Design parameters:

2,165 psi 0.120 psi/ft

2,454 psi

Tension: 8 Round STC:

8 Round LTC: Buttress:

> Premium: Body yield:

Tension is based on air weight. Neutral point: 2.153 ft Directional Info - Build & Drop

Kick-off point 300 ft Departure at shoe: 438 ft Maximum dogleg: 2 °/100ft

12.7° Inclination at shoe:

Re subsequent strings:

Next setting depth: Next mud weight: 12.500 ppg Next setting BHP: Fracture mud wt:

5,836 psi 19.250 ppg Fracture depth: 2,460 ft Injection pressure: 2,460 psi

Run Segment Nominal End True Vert Measured Drift Est. Weight Depth Depth Diameter Cost Seq Length Size Grade Finish (lbs/ft) (ft) (ft) (\$) (ft) (in) (in) 2460 2410 97416 1 2460 8.625 28.00 I-55 LT&C 7.892 Collapse **Tension** Run Collapse Collapse Burst Burst **Burst** Tension Tension Load Strength Design Load Strength Design Load Strength Design Sea (psi) (psi) **Factor** (psi) **Factor** (kips) (kips) **Factor** (psi) 1 1052 1842 1.752 2454 3390 1.38 67.5 348 5.16 J

Prepared

Helen Sadik-Macdonald

Div of Oil, Gas & Mining

Phone: 801 538-5357 FAX: 801-359-3940

Date: July 20,2011 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 2410 ft, a mud weight of 8.4 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Collapse strength is (biaxially) derated for doglegs in directional wells by multiplying the tensile stress by the cross section area to calculate a

43047516170000 NBU 922-36D1CS Well name:

KERR-MCGEE OIL & GAS ONSHORE, L.P. Operator:

String type: Production Project ID: 43-047-51617

COUNTY **UINTAH** Location:

Design parameters: Minimum design factors: **Environment:** Collapse: H2S considered? Collapse

Body yield:

Neutral point:

No 12.500 ppg 74 °F Design factor 1.125 Surface temperature: Mud weight: Bottom hole temperature: 199 °F Internal fluid density: 1.000 ppg

Temperature gradient: 1.40 °F/100ft

Minimum section length: 100 ft **Burst:**

1.60 (B)

7,318 ft

Design factor 1.00 Cement top: 789 ft

Burst Max anticipated surface

3,835 psi pressure: Internal gradient: 0.220 psi/ft Directional Info - Build & Drop **Tension:** Calculated BHP 5,800 psi 8 Round STC: 1.80 (J) Kick-off point 300 ft

1.80 (J) Departure at shoe: 508 ft 8 Round LTC: No backup mud specified. Buttress: 1.60 (J) Maximum dogleg: 2 °/100ft 0 ° 1.50 (J) Inclination at shoe: Premium:

Tension is based on air weight.

True Vert Measured Drift Est. Run Segment Nominal End Length Size Weight Finish Depth Depth Diameter Cost Seq Grade (ft) (lbs/ft) (ft) (ft) (in) (\$) (in)

1	8987	4.5	11.60	I-80	LT&C	8932	8987	3.875	118628
Run Seq	Collapse Load (psi)	Collapse Strength (psi)	Collapse Design Factor	Burst Load (psi)	Burst Strength (psi)	Burst Design Factor	Tension Load (kips)	Tension Strength (kips)	Tension Design Factor
1	5336	6360	1.192	5800	7780	1.34	103.6	212	2.05 J

Prepared

Helen Sadik-Macdonald

Phone: 801 538-5357 FAX: 801-359-3940 Div of Oil, Gas & Mining

Date: July 20,2011 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 8932 ft, a mud weight of 12.5 ppg. An internal gradient of .052 psi/ft was used for collapse from TD Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Collapse strength is (biaxially) derated for doglegs in directional wells by multiplying the tensile stress by the cross section area to calculate a

ON-SITE PREDRILL EVALUATION

Utah Division of Oil, Gas and Mining

Operator KERR-MCGEE OIL & GAS ONSHORE, L.P.

Well Name NBU 922-36D1CS

API Number 43047516170000 APD No 3791 Field/Unit NATURAL BUTTES

Location: 1/4,1/4 NWNW **Sec** 36 **Tw** 9.0S **Rng** 22.0E 1062 FNL 981 FWL

GPS Coord (UTM) 637141 4428440 Surface Owner

Participants

Floyd Bartlett (DOGM), Sheila Wopsock, Lovell Young, Gina Becker, Mark Koehn, Griz Oleen (Kerr McGee), Ben Williams (UDWR) and Mitch Batty, John Slaugh (Timberline Engineering and Land Surveying).

Regional/Local Setting & Topography

The general area is in the southeast portion of the Natural Buttes Unit, which contains the White River and rugged drainages that drain into the White River. Topography is varied and frequently dissected by short draws or washes, which become overly steep as they approach the White River breaks or rim. Distance to the White River varies from ³/₄ mile to 2 miles. The side drainages are dry except for ephemeral flows. No seeps or springs exist in the area. An occasional pond has been constructed to supply water for livestock and antelope. Vernal, Utah is approximately 42 air miles to the northwest. Access from Vernal is approximately 45.5 road miles following Utah State, Uintah County and oilfield development roads to the location.

Four additional gas wells will be added to and directionally drilled from the NBU 922-36D pad. They are the NBU 922-36D4BS, NBU 922-36D1CS, NBU 922-36D4CS and NBU 922-36E1BS. The pad contains the existing NBU 5-3B gas well which is currently shut-in. The existing pad will be significantly enlarged in all directions with most of the extension to the west and south onto undulating topography. A diversion around the reserve pit area will be formed by the excess spoils. A small pond currently exists outside corner 2. It will be moved to the south and re-established by the excess spoils stockpile in that area. A road and pipeline exist to the north of the proposed expansion. Maximum cut is 8.2 feet at Corner 2 and maximum fill is 1.9 feet at Pit Corner C. The White River is approximately 1 mile to the west. The existing pad shows no stability problems and the site has no apparent concerns for constructing an enlarged pad and drilling and operating the planned wells. It is the only suitable location in the immediate area.

Both the surface and minerals are owned by SITLA.

Surface Use Plan

Current Surface Use

Wildlfe Habitat Existing Well Pad

New Road Miles Well Pad Src Const Material Surface Formation

0 Width 353 Length 455 Onsite UNTA

Ancillary Facilities N

Waste Management Plan Adequate?

Environmental Parameters

Affected Floodplains and/or Wetlands N

Flora / Fauna

8/3/2011 Page 1

Area beyond the existing pad is poorly vegetated with greasewood, cheatgrass, black sagebrush, broom snakeweed, globemallow, Sitanion hystrix, shadscale, rabbitbrush, pepper weed, halogeton and annuals.

Sheep, deer, antelope, coyote, and other small mammals and birds.

Soil Type and Characteristics

Shallow rocky sandy loam.

Erosion Issues N

Sedimentation Issues Y

Site Stability Issues N

Drainage Diverson Required? Y

A diversion around the reserve pit area will be formed by the excess spoils.

Berm Required? N

Erosion Sedimentation Control Required? Y

A diversion around the reserve pit area will be formed by the excess spoils.

Paleo Survey Run? Y Paleo Potental Observed? N Cultural Survey Run? Y Cultural Resources? N

Reserve Pit

Site-Specific Factors	Site R		
Distance to Groundwater (feet)	100 to 200	5	
Distance to Surface Water (feet)	100 to 200	15	
Dist. Nearest Municipal Well (ft)	>5280	0	
Distance to Other Wells (feet)		20	
Native Soil Type	Mod permeability	10	
Fluid Type	Fresh Water	5	
Drill Cuttings	Normal Rock	0	
Annual Precipitation (inches)		0	
Affected Populations			
Presence Nearby Utility Conduits	Not Present	0	
	Final Score	55	1 Sensitivity Level

Characteristics / Requirements

The reserve pit is planned mostly in an area of cut in the northwest side of the location. Dimensions are 120' x 260' x 12' deep with 2' of freeboard. Corner C is in 1.9 feet of cut. With the outside 15 foot bench, the spoils pile beyond the pit, the planned 30 mil. liner and the freeboard, it should be stable. Because the length of time the reserve pit will be used and the roughness of the terrain, Kerr McGee committed to line it with a 30-mil.liner and an appropriate thickness of felt sub-liner to cushion the rock.

Closed Loop Mud Required? N Liner Required? Y Liner Thickness 30 Pit Underlayment Required? Y

Other Observations / Comments

8/3/2011 Page 2

Floyd Bartlett 5/24/2011 **Evaluator Date / Time**

8/3/2011 Page 3

Application for Permit to Drill Statement of Basis

8/3/2011 Utah Division of Oil, Gas and Mining

Page 1

APD No	API WellNo	Status	Well Type	Surf Owner	CBM
3791	43047516170000	SITLA	GW	S	No
Operator	KERR-MCGEE OIL & GAS ON	SHORE, L.P.	Surface Owner-APD		
Well Name	NBU 922-36D1CS		Unit	NATURAL	BUTTES
Field	NATURAL BUTTES		Type of Work	DRILL	
Location	NWNW 36 9S 22E S 10	62 FNL 981 F	WL GPS Coord (UTM)	637137E	4428439N

Geologic Statement of Basis

Kerr McGee proposes to set 2,460' of surface casing at this location. The depth to the base of the moderately saline water at this location is estimated to be at a depth of 2,300'. A search of Division of Water Rights records shows no water wells within a 10,000 foot radius of the proposed location. The surface formation at this site is the Uinta Formation. The Uinta Formation is made up of interbedded shales and sandstones. The sandstones are mostly lenticular and discontinuous and should not be a significant source of useable ground water. The proposed casing and cement should adequately protect any usable ground water.

Brad Hill 6/20/2011 **APD Evaluator Date / Time**

Surface Statement of Basis

The general area is in the southeast portion of the Natural Buttes Unit, which contains the White River and rugged drainages that drain into the White River. Topography is varied and frequently dissected by short draws or washes, which become overly steep as they approach the White River breaks or rim. Distance to the White River varies from ¾ mile to 2 miles. The side drainages are dry except for ephemeral flows. No seeps or springs exist in the area. An occasional pond has been constructed to supply water for livestock and antelope. Vernal, Utah is approximately 42 air miles to the northwest. Access from Vernal is approximately 45.5 road miles following Utah State, Uintah County and oilfield development roads to the location.

Four additional gas wells will be added to and directionally drilled from the NBU 922-36D pad. They are the NBU 922-36D4BS, NBU 922-36D1CS, NBU 922-36D4CS and NBU 922-36E1BS. The pad contains the existing NBU 5-3B gas well which is currently shut-in. The existing pad will be significantly enlarged in all directions with most of the extension to the west and south onto undulating topography. A diversion around the reserve pit area will be formed by the excess spoils. A small pond currently exists outside corner 2. It will be moved to the south and re-established by the excess spoils stockpile in that area. A road and pipeline exist to the north of the proposed expansion. Maximum cut is 8.2 feet at Corner 2 and maximum fill is 1.9 feet at Pit Corner C. The White River is approximately 1 mile to the west. The existing pad shows no stability problems and the site has no apparent concerns for constructing an enlarged pad and drilling and operating the planned wells. It is the only suitable location in the immediate area.

Both the surface and minerals are owned by SITLA. Ed Bonner and Jim Davis of SITLA were invited to attend the pre-site evaluation. Neither attended. SITLA is to be contacted for reclamation standards including a seed mix to be used.

Ben Williams of the Utah Division of Wildlife Resources attended the pre-site. Mr. Williams stated no wildlife values would be significantly affected by drilling and operating the additional wells at this location.

Floyd Bartlett 5/24/2011
Onsite Evaluator Date / Time

Application for Permit to Drill Statement of Basis

Utah Division of Oil, Gas and Mining

Page 2

Conditions of Approval / Application for Permit to Drill

Category Condition

8/3/2011

Pits A synthetic liner with a minimum thickness of 30 mils with a felt subliner shall be properly installed and maintained in the

reserve pit.

Surface Drainages adjacent to the proposed pad shall be diverted around the location. Surface The reserve pit shall be fenced upon completion of drilling operations.

WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 5/13/2011 **API NO. ASSIGNED:** 43047516170000

WELL NAME: NBU 922-36D1CS

OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P. (N2995) **PHONE NUMBER:** 720 929-6086

CONTACT: Gina Becker

PROPOSED LOCATION: NWNW 36 090S 220E **Permit Tech Review:**

> **SURFACE: 1062 FNL 0981 FWL Engineering Review:**

> **BOTTOM: 0579 FNL 0825 FWL** Geology Review:

COUNTY: UINTAH

LATITUDE: 39.99690 LONGITUDE: -109.39357

UTM SURF EASTINGS: 637137.00 NORTHINGS: 4428439.00

FIELD NAME: NATURAL BUTTES

LEASE TYPE: 3 - State

LEASE NUMBER: ML-22650 PROPOSED PRODUCING FORMATION(S): WASATCH-MESA VERDE

SURFACE OWNER: 3 - State COALBED METHANE: NO

RECEIVED AND/OR REVIEWED: LOCATION AND SITING:

✓ PLAT R649-2-3.

Unit: NATURAL BUTTES Bond: STATE/FEE - 22013542

Potash R649-3-2. General

Oil Shale 190-5

Oil Shale 190-3 R649-3-3. Exception

Drilling Unit Oil Shale 190-13

Board Cause No: Cause 173-14 Water Permit: Permit #43-8496

Effective Date: 12/2/1999 **RDCC Review:**

Siting: Suspends General Siting **Fee Surface Agreement**

✓ Intent to Commingle R649-3-11. Directional Drill

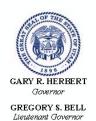
Commingling Approved

Comments: Presite Completed

Stipulations:

3 - Commingling - ddoucet 5 - Statement of Basis - bhill 15 - Directional - dmason 17 - Oil Shale 190-5(b) - dmason 25 - Surface Casing - hmacdonald

API Well No: 43047516170000



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Permit To Drill

Well Name: NBU 922-36D1CS **API Well Number:** 43047516170000

Lease Number: ML-22650 Surface Owner: STATE Approval Date: 8/3/2011

Issued to:

KERR-MCGEE OIL & GAS ONSHORE, L.P., P.O. Box 173779, Denver, CO 80217

Authority:

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of Cause 173-14. The expected producing formation or pool is the WASATCH-MESA VERDE Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

Duration:

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

Commingle:

In accordance with Board Cause No. 173-14, commingling of the production from the Wasatch formation and the Mesaverde formation in this well is allowed.

General:

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

Conditions of Approval:

In accordance with Utah Admin. R.649-3-11, Directional Drilling, the operator shall submit a complete angular deviation and directional survey report to the Division within 30 days following completion of the well.

In accordance with the Order in Cause No. 190-5(b) dated October 28, 1982, the operator shall comply with the requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operators shall ensure that the surface and or production casing is properly cemented over the entire oil shale section as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the division.

Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis (copy attached).

Surface casing shall be cemented to the surface.

API Well No: 43047516170000

Additional Approvals:

The operator is required to obtain approval from the Division of Oil, Gas and mining before performing any of the following actions during the drilling of this well:

- Any changes to the approved drilling plan contact Dustin Doucet
- Significant plug back of the well contact Dustin Doucet
- Plug and abandonment of the well contact Dustin Doucet

Notification Requirements:

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- Within 24 hours following the spudding of the well contact Carol Daniels OR
- submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at http://oilgas.ogm.utah.gov
- 24 hours prior to testing blowout prevention equipment contact Dan Jarvis
- 24 hours prior to cementing or testing casing contact Dan Jarvis
- Within 24 hours of making any emergency changes to the approved drilling program contact Dustin Doucet
- 24 hours prior to commencing operations to plug and abandon the well contact Dan Jarvis

Contact Information:

The following are Division of Oil, Gas and Mining contacts and their telephone numbers (please leave a voicemail message if the person is not available to take the call):

- Carol Daniels 801-538-5284 office
- Dustin Doucet 801-538-5281 office

801-733-0983 - after office hours

• Dan Jarvis 801-538-5338 - office

801-231-8956 - after office hours

Reporting Requirements:

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) due within 5 days of spudding the well
- Monthly Status Report (Form 9) due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) due prior to implementation
- Written Notice of Emergency Changes (Form 9) due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) due prior to implementation
- Report of Water Encountered (Form 7) due within 30 days after completion
- Well Completion Report (Form 8) due within 30 days after completion or plugging

Approved By:

For John Rogers Associate Director, Oil & Gas

	STATE OF UTAH		FORM 9		
	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MI		5.LEASE DESIGNATION AND SERIAL NUMBER: ML-22650		
SUND	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:				
	sals to drill new wells, significantly deeper ugged wells, or to drill horizontal laterals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 922-36D1CS		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS	HORE, L.P.		9. API NUMBER: 43047516170000		
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	PH treet, Suite 600, Denver, CO, 80217 3779	ONE NUMBER: 9 720 929-6515 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES		
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1062 FNL 0981 FWL			COUNTY: UINTAH		
QTR/QTR, SECTION, TOWNSHI	IP, RANGE, MERIDIAN: 6 Township: 09.0S Range: 22.0E Meridiar	n: S	STATE: UTAH		
11. CHE	CK APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPORT,	OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
,	☐ ACIDIZE	☐ ALTER CASING	CASING REPAIR		
✓ NOTICE OF INTENT Approximate date work will start: 10/3/2011	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME		
10/3/2011	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE		
SUBSEQUENT REPORT Date of Work Completion:	☐ DEEPEN	☐ FRACTURE TREAT	☐ NEW CONSTRUCTION		
	☐ OPERATOR CHANGE	☐ PLUG AND ABANDON	☐ PLUG BACK		
☐ SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION		
Date of Spud:	☐ REPERFORATE CURRENT FORMATION ☐ TUBING REPAIR	□ SIDETRACK TO REPAIR WELL □ VENT OR FLARE	□ TEMPORARY ABANDON □ WATER DISPOSAL		
	☐ WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION		
DRILLING REPORT Report Date:					
	☐ WILDCAT WELL DETERMINATION ☐	✓ OTHER	OTHER: Pit Refub/ ACTS		
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. Kerr-McGee Oil & Gas Onshore, LP is requesting to refurb the existing pit on this multi-well pad for completion operations. The refurb pit will be relined per the requirements in the COA of the APD. Upon completion of the wells on this pad, Kerr-McGee is also requesting to utilize this pit as an ACTS staging pit to be utilized for other completion operations in the area. The trucks will unload water into these tanks before the water is placed into the refurbed pit. The purpose of the frac tanks is to collect any hydro-carbons that may have because associated with the other completion operations before releasing into the pit. We plan to keep this pit open for 1 year. During this time the surrounding well-location completion fluids will be recycled in this pit and utilized for other frac jobs in the surrounding sections. Thank you.					
NAME (PLEASE PRINT) Danielle Piernot	PHONE NUMBER 720 929-6156	TITLE Regulatory Analyst			
SIGNATURE N/A		DATE 9/26/2011			



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Sundry Conditions of Approval Well Number 43047516170000

A synthetic liner with a minimum thickness of 30 mils with a felt subliner shall be properly installed and maintained in the pit.

	STATE OF UTAH		FORM 9
	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MINI		5.LEASE DESIGNATION AND SERIAL NUMBER: ML-22650
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for procurrent bottom-hole depth, FOR PERMIT TO DRILL form	7.UNIT OF CA AGREEMENT NAME: NATURAL BUTTES		
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: NBU 922-36D1CS		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	9. API NUMBER: 43047516170000		
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18tl	I h Street, Suite 600, Denver, CO, 80217	PHONE NUMBER: 3779 720 929-0	9. FIELD and POOL or WILDCAT: 5MATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1062 FNL 0981 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 36 Township: 09.0S Range: 22.0E Merid	ian: S	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICATE	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT Date of Spud:	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
2/20/2012	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
_	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
	WILDCAT WELL DETERMINATION	OTHER	OTHER:
MIRU TRIPPLE A BU RAN 14" 36.7# SCI W	COMPLETED OPERATIONS. Clearly show all JCKET RIG. DRILLED 20" CONI HEDULE 10 PIPE. CMT W/28 SELL ON 02/20/2012 AT 1100	DUCTOR HOLE TO 40'. X READY MIX. SPUD HRS.	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY February 28, 2012
NAME (PLEASE PRINT) Sheila Wopsock	PHONE NUMBE 435 781-7024	R TITLE Regulatory Analyst	
SIGNATURE N/A		DATE 2/22/2012	

RECEIVED: Feb. 22, 2012

	STATE OF UTAH		FORM 9
ı	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: ML-22650
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for pro current bottom-hole depth, FOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES		
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: NBU 922-36D1CS		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	9. API NUMBER: 43047516170000		
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	n Street, Suite 600, Denver, CO, 80217	PHONE NUMBER: 73779 720 929-0	9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1062 FNL 0981 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	tip, RANGE, MERIDIAN: 36 Township: 09.0S Range: 22.0E Meri	idian: S	STATE: UTAH
11. CHECI	K APPROPRIATE BOXES TO INDICAT	TE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
2/26/2012	WILDCAT WELL DETERMINATION	OTHER	OTHER:
MIRU AIR RIG ON 2,648'. RAN SURFA	COMPLETED OPERATIONS. Clearly show a FEBRUARY 24, 2012. DRILLE! CE CASING AND CEMENTED WILL BE COMPLETION REPORT.	D SURFACE HOLE TO . WELL IS WAITING ON	
NAME (PLEASE PRINT) Jaime Scharnowske	PHONE NUMB 720 929-6304	ER TITLE Regulartory Analyst	
SIGNATURE	720 929-0304	DATE	
N/A		2/27/2012	

BLM - Vernal Field Office - Notification Form

Operator KERR-McGEE OIL & GAS Rig Name/# BUCKET RIG							
Submitted By SHEILA WOPSOCE Phone Number 435.781.7024							
Well Name/Number NBU 922-36D1CS							
Qtr/Qtr NWNW Section 36 Township 9s Range 22E							
_	e Serial Number ML-22650						
API I	Number <u>4304751617</u>						
-	<u>d Notice</u> – Spud is the initial pelow a casing string.	l spudding o	of the we	ll, not drilling			
	Date/Time <u>02/20/2012</u>	0900 HRS	AM 🗸	PM 🗌			
<u>Casi</u> time	<u>ng</u> – Please report time cas s.	ing run star	ts, not ce	ementing			
\checkmark	Surface Casing		RE	CEIVED			
	Intermediate Casing			B 1 9 2012			
	Production Casing						
	Liner		DIV. OF C	OIL, GAS & MINING			
	Other						
	Date/Time 02/26/2012	0800 HRS	AM 🗸	РМ			
BOP	E Initial BOPE test at surface BOPE test at intermediate 30 day BOPE test Other						
	Date/Time		AM 🗌	PM 🗌			
Remarks ESTIMATED DATE AND TIME. PLEASE CONTACT LOVEL YOUNG AT 435.781.7051 FOR MORE							

STATE OF UTAH **DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING**

ENTITY ACTION FORM

Operator:

KERR McGEE OIL & GAS ONSHORE LP

Operator Account Number: N 2995

Address:

1368 SOUTH 1200 EAST

city VERNAL

zip 84078 state UT

Phone Number: (435) 781-7024

Well 1

API Number	Well	Name	QQ	Sec	Twp	Rng	County
4304751620	NBU 922-36E1BS		NWNW	36	98	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	S	pud Da	te	•	y Assignment fective Date
В	99999	2900	2	/20/201	2	212	9/2012

Comments:

MIRU TRIPPLE A BUCKET RIG.

SPUD WELL ON 02/20/2012 AT 1900 HRS. BHL

Wall 2

API Number	Well	Name	QQ	Sec	Twp	Rng	County
4304751619	NBU 922-36D4CS		NWNW	36	98	22E	HATMIU
Action Code	Current Entity Number	New Entity Number	S	pud Da	te		ty Assignment fective Date
В	99999	2900	2	/20/201	2	213	2912012

Well 3

API Number	Well	Name	QQ	Sec	Twp	Rng	County
4304751617	NBU 922-36D1CS		NWNW	36	98	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	Spud Date		Entity Assignment Effective Date		
В	99999	2900	2	/20/201	2	213	912012

ACTION CODES:

(5/2009)

- A Establish new entity for new well (single well only)
- B Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity
- E Other (Explain in 'comments' section)

SHEILA WOPSOCK

Signature **REGULATORY ANALYST**

2/22/2012

Title

Date

RECEIVED

FEB 27 2012

	STATE OF UTAH DEPARTMENT OF NATURAL RESOURCE		FORM 9		
1	5.LEASE DESIGNATION AND SERIAL NUMBER: ML-22650				
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:				
Do not use this form for procurrent bottom-hole depth, FOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES				
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: NBU 922-36D1CS				
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	9. API NUMBER: 43047516170000				
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18tl	9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES				
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1062 FNL 0981 FWL			COUNTY: UINTAH		
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NWNW Section:	STATE: UTAH				
11. CHEC	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION				
The operator re Specifically, the O loop drilling option, of the previous proposals do not	□ ACIDIZE ✓ CHANGE TO PREVIOUS PLANS □ CHANGE WELL STATUS □ DEEPEN □ OPERATOR CHANGE □ PRODUCTION START OR RESUME □ REPERFORATE CURRENT FORMATION □ TUBING REPAIR □ WATER SHUTOFF □ WILDCAT WELL DETERMINATION COMPLETED OPERATIONS. Clearly show a quests approval for changes approval for and a production casing chally approved drilling plan will deviate from previously subs. Please see attachments. The	in the drilling plan. Ta FIT waiver, closed ange. All other aspects not change. These mitted and approved	CASING REPAIR CHANGE WELL NAME CONVERT WELL TYPE NEW CONSTRUCTION PLUG BACK RECOMPLETE DIFFERENT FORMATION TEMPORARY ABANDON WATER DISPOSAL APD EXTENSION OTHER: Depths, volumes, etc. Approved by the Utah Division of Oil, Gas and Mining Date: March 20, 2012 By:		
NAME (PLEASE PRINT) Jaime Scharnowske	PHONE NUMBE 720 929-6304	R TITLE Regulartory Analyst			
SIGNATURE N/A		DATE 3/12/2012			

NBU 922-36D1CS Drilling Program
1 of 7

Kerr-McGee Oil & Gas Onshore. L.P.

NBU 922-36D1CS

Surface: 1062 FNL / 981 FWL NWNW
BHL: 579 FNL / 825 FWL NWNW

Section 36 T9S R22E

Uintah County, Utah Mineral Lease: ML-22650

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. & 2. <u>Estimated Tops of Important Geologic Markers</u>: <u>Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations</u>:

<u>Formation</u>	<u>Depth</u>	Resource
Uinta	0 - Surface	
Green River	1,337'	
Birds Nest	1,653'	Water
Mahogany	2,118'	Water
Wasatch	4,469'	Gas
Mesaverde	6,687'	Gas
Sego	8,932'	Gas
TVD	8,932'	
TD	8,987'	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program

4. <u>Proposed Casing & Cementing Program:</u>

Please refer to the attached Drilling Program

5. <u>Drilling Fluids Program:</u>

Please refer to the attached Drilling Program

6. <u>Evaluation Program</u>:

Please refer to the attached Drilling Program

NBU 922-36D1CS Drilling Program
2 of 7

7. Abnormal Conditions:

Maximum anticipated bottom hole pressure calculated at 8932' TVD, approximately equals 5,716 psi (0.64 psi/ft = actual bottomhole gradient)

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 3,739 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))

8. <u>Anticipated Starting Dates:</u>

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please refer to the attached Drilling Program. Onshore Order #2 – Air Drilling Variance

Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2

- · Blowout Prevention Equipment (BOPE) requirements;
- · Mud program requirements; and
- Special drilling operation (surface equipment placement) requirements associated with air drilling.

This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.

The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.

More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.

Background

In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.

NBU 922-36D1CS Drilling Program
3 of 7

Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.

The air rig is then mobilized to drill the surface casing hole by drilling a 12 1/4 inch hole for the first 200 feet, then will drill a 11inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

Variance for BOPE Requirements

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

Variance for Mud Material Requirements

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

Variance for Special Drilling Operation (surface equipment placement) Requirements

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and

NBU 922-36D1CS Drilling Program
4 of 7

on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.

Variance for FIT Requirements

KMG also respectfully requests a variance to Onshore Order 2, Section III, Part Bi, for the pressure integrity test (PIT, also known as a formation integrity test (FIT)). This well is not an exploratory well and is being drilled in an area where the formation integrity is well known. Additionally, when an FIT is run with the mud weight as required, the casing shoe frequently breaks down and causes subsequent lost circulation when drilling the entire depth of the well.

Conclusion

The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.

10. <u>Other Information:</u>

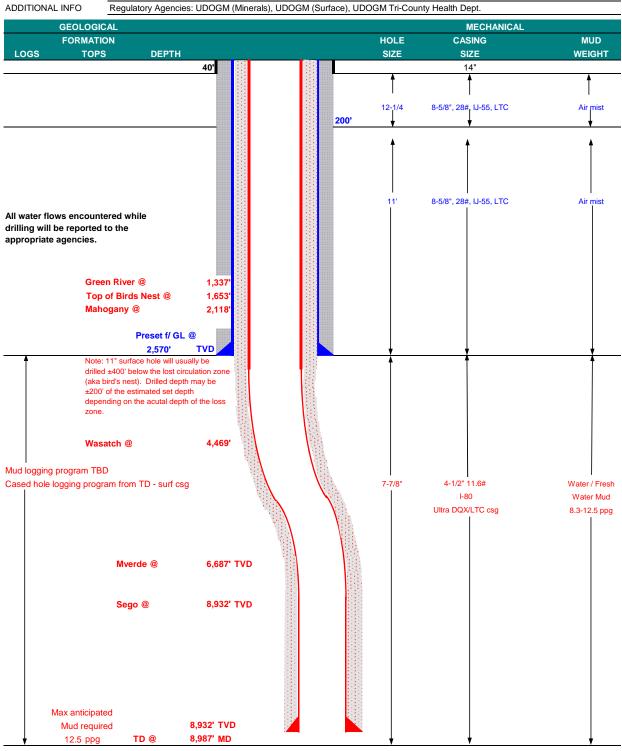
Please refer to the attached Drilling Program.

NBU 922-36D1CS Drilling Program 5 of 7



KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

COMPANY NAME KER	R-McGEE O	IL & GAS ONSH		DATE	March 12	2, 2012		
WELL NAME NB	U 922-36D	1CS	TD	8,932'	TVD	8,987' MD		
FIELD Natural Butte	S	COUNTY	JNTY Uintah STATE Utah			FINISHED ELEVATION		5,087'
SURFACE LOCATION	NWNW	1062 FNL	981 FWL	Sec 36	T 9S	R 22E		
	Latitude:	39.996903	Longitude:	-109.393	3550		NAD 27	
BTM HOLE LOCATION	NWNW	579 FNL	825 FWL	Sec 36	T 9S	R 22E		
	Latitude:	39.998230	Longitude:	-109.39	1106		NAD 27	
OBJECTIVE ZONE(S) Wasatch/Mesaverde						_		
ADDITIONAL INFO	NALINEO Beguleten, Agencies: LIDOCM (Minerals), LIDOCM (Surface), LIDOCM Tri County, Health Dept							



NBU 922-36D1CS

Drilling Program

6 of 7



KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM

CONDUCTOR

PRODUCTION

									LTC	DQX
SIZE	INTE	INTERVAL		WT.	GR.	CPLG.	BURST COLL		APSE	TENSION
14"	0	-40'								
							3,390	1,880	348,000	N/A
8-5/8"	0	to	2,570	28.00	IJ-55	LTC	2.10	1.56	5.52	N/A
							7,780	6,350	223,000	267,000
4-1/2"	0	to	5,000	11.60	I-80	DQX	1.11	1.09		3.17
4-1/2"	5,000	to	8,987'	11.60	I-80	LTC	1.11	1.09	5.96	

DESIGN FACTORS

Surface Casing:

(Burst Assumptions: TD = 12.5 ppg) 0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

Production casing:

(Burst Assumptions: Pressure test with 8.4ppg @ 7000 psi) 0.64 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500'	Premium cmt + 2% CaCl	180	60%	15.80	1.15
Option 1		+ 0.25 pps flocele				
TOP OUT CMT (6 jobs)	1,200'	20 gals sodium silicate + Premium cmt	270	0%	15.80	1.15
		+ 2% CaCl + 0.25 pps flocele				
SURFACE		NOTE: If well will circulate water	to surface,	option 2 wil	l be utilized	
Option 2 LEAD	2,070'	65/35 Poz + 6% Gel + 10 pps gilsonite	190	35%	11.00	3.82
		+ 0.25 pps Flocele + 3% salt BWOW				
TAIL	500'	Premium cmt + 2% CaCl	150	35%	15.80	1.15
		+ 0.25 pps flocele				
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.80	1.15
PRODUCTION LEAD	3,967'	Premium Lite II +0.25 pps	310	35%	12.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				
TAIL	5,020'	50/50 Poz/G + 10% salt + 2% gel	1,190	35%	14.30	1.31
		+ 0.1% R-3				

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE

Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe

PRODUCTION

Float shoe, 1 jt, float collar. 15 centralizers for a Mesaverde and 20 for a Blackhawk well.

1 centralizer on the first 3 joints and one every third joint thereafter.

ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

Surveys will be taken at 1,000' minimum intervals.

 $\underline{ \text{Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.} \\$

DRILLING ENGINEER:

DATE: _
Nick Spence / Danny Showers / Chad Loesel

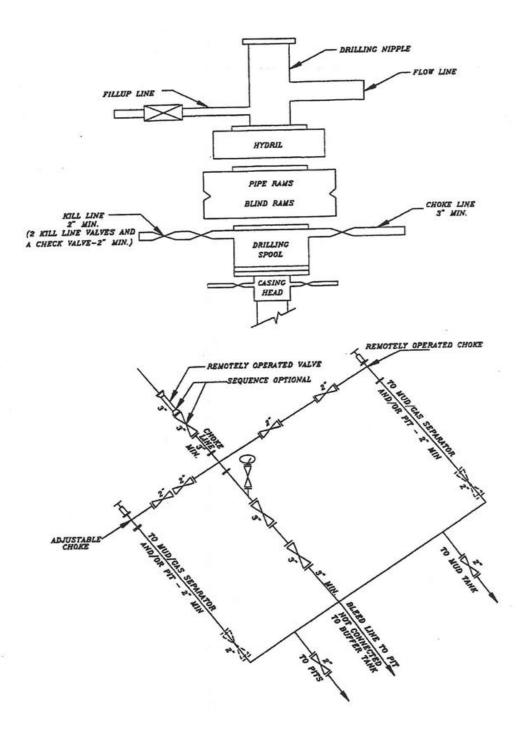
DRILLING SUPERINTENDENT:

DATE:

Kenny Gathings / Lovel Young

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

EXHIBIT A NBU 922-36D1CS



SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK

Requested Drilling Options:

Kerr-McGee will use either a closed loop drilling system that will require one pit and one cuttings storage area to be constructed on the drilling pad or a traditional drilling operation with one pit used for drilling and completion operations. The cuttings storage area will be used to contain only the de-watered drill cuttings and will be lined and bermed to prevent any liquid runoff. The drill cuttings will be buried in the completion pit once completion operations are completed according to traditional pit closure standards. The pit will be constructed to allow for completion operations. The completion operations pit will be lined with a synthetic material 20 mil or thicker and will be used for the completing of the wells on the pad or used as part of our Aandarko Completions Transportation System (ACTS). Using the closed loop drilling system will allow Kerr-McGee to decrease the amount of disturbance/footprint on location compared to a single large drilling/completions pit.

If Kerr-McGee does not use a closed loop drilling system, it will construct a traditional drilling/completions pit to contain drill cuttings and for use in completion operations. The pit will be lined with a synthetic material 20 mil or thicker. The drill cuttings will be buried in the pit using traditional pit closure standards.

RECEIVED: Mar. 12, 2012

	STATE OF UTAH		FORM 9
ı	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: ML-22650
SUNDR	RY NOTICES AND REPORTS (ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	oposals to drill new wells, significantly or reenter plugged wells, or to drill horizor n for such proposals.	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES	
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 922-36D1CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047516170000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	h Street, Suite 600, Denver, CO, 80217	PHONE NUMBER: 3779 720 929-0	9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1062 FNL 0981 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 36 Township: 09.0S Range: 22.0E Merio	dian: S	STATE: UTAH
11. CHECI	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOF	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
4/10/2012	_		
	WILDCAT WELL DETERMINATION	OTHER	OTHER:
MIRU ROTARY R 4/9/2012. RAN 4-1/ PRODUCTION CAS 08:00 HRS. DETAILS	COMPLETED OPERATIONS. Clearly show a RIG. FINISHED DRILLING FRO /2" 11.6# I-80 PRODUCTION SING. RELEASED ENSIGN 133 OF CEMENT JOB WILL BE INC EPORT. WELL IS WAITING ON ACTIVITIES.	M 2648' TO 8987'ON CASING. CEMENTED 8 RIG ON 4/10/2012 @ LUDED WITH THE WELL	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY April 17, 2012
NAME (PLEASE PRINT)	PHONE NUMBE		
Jaime Scharnowske	720 929-6304	Regulartory Analyst	
SIGNATURE N/A		DATE 4/11/2012	

Submitted By <u>BRAD PEDERSEN</u> Phone Number <u>43</u>	
Well Name/Number NBU 922-36D1CS Qtr/Qtr NW/NW Section 36 Township 9S Range 22E Lease Serial Number ML-22650 API Number 43-047-51617	
<u>Casing</u> – Time casing run starts, not cementing times.	
Production Casing Other	
Date/Time AM PM	
BOPE Initial BOPE test at surface casing point Other	RECEIVED APR 0 4 2012 IV. OF OIL, GAS & MINING
Date/Time <u>4/5/2012</u> <u>06:00</u> AM ∑ PM ☐	
Rig Move Location To: BONANZA 922-36D1CS	
Date/Time <u>4/5/2012</u> <u>04:00</u> AM ⊠ PM □	
Remarks TIME IS ESTIMATED	

Submitted By <u>BRAD PEDERSEN</u> Phone Number <u>435-828-</u>
0982
Well Name/Number NBU 922-36D1CS
Qtr/Qtr NW/NW Section 36 Township 9S Range 22E
Lease Serial Number ML-22650
API Number43-047-51617
<u>Casing</u> – Time casing run starts, not cementing times.
Production Casing
Other
Date/Time $4/9/2012$ $10:00$ AM \square PM \square
BOPE Initial BOPE to at at a unface as as single point.
Initial BOPE test at surface casing point
Other
Date/Time AM D PM D
RECEIVED
APR 1 0 2012
Rig Move DIV. OF OIL, GAS & MINING
Location To: NBU 922-36D4CS
Date/Time $3/10/2012$ $01:00$ AM \square PM \square
Domarko TIME IC ECTIMATED
Remarks TIME IS ESTIMATED

Submitted By <u>BRAD PEDERSEN</u> Phone Number <u>43</u>	
Well Name/Number NBU 922-36D1CS Qtr/Qtr NW/NW Section 36 Township 9S Range 22E Lease Serial Number ML-22650 API Number 43-047-51617	
<u>Casing</u> – Time casing run starts, not cementing times.	
Production Casing Other	
Date/Time AM PM	
BOPE Initial BOPE test at surface casing point Other	RECEIVED APR 0 4 2012 IV. OF OIL, GAS & MINING
Date/Time <u>4/5/2012</u> <u>06:00</u> AM ∑ PM ☐	
Rig Move Location To: BONANZA 922-36D1CS	
Date/Time <u>4/5/2012</u> <u>04:00</u> AM ⊠ PM □	
Remarks TIME IS ESTIMATED	

Submitted By <u>BRAD PEDERSEN</u> Phone Number <u>435-828-</u>
0982
Well Name/Number NBU 922-36D1CS
Qtr/Qtr NW/NW Section 36 Township 9S Range 22E
Lease Serial Number ML-22650
API Number43-047-51617
<u>Casing</u> – Time casing run starts, not cementing times.
Production Casing
Other
Date/Time $4/9/2012$ $10:00$ AM \square PM \square
BOPE Initial BOPE to at at a unface as as single point.
Initial BOPE test at surface casing point
Other
Date/Time AM D PM D
RECEIVED
APR 1 0 2012
Rig Move DIV. OF OIL, GAS & MINING
Location To: NBU 922-36D4CS
Date/Time $3/10/2012$ $01:00$ AM \square PM \square
Domarko TIME IC ECTIMATED
Remarks TIME IS ESTIMATED

Sundry Number: 26467 API Well Number: 43047516170000

	STATE OF UTAH		FORM 9
	DEPARTMENT OF NATURAL RESOUR DIVISION OF OIL, GAS, AND MII		5.LEASE DESIGNATION AND SERIAL NUMBER: ML-22650
SUNDR	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	oposals to drill new wells, significantly reenter plugged wells, or to drill horizon n for such proposals.	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES	
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 922-36D1CS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.		9. API NUMBER: 43047516170000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18tl	h Street, Suite 600, Denver, CO, 8021	PHONE NUMBER: 7 3779 720 929-0	9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1062 FNL 0981 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 36 Township: 09.0S Range: 22.0E Me	ridian: S	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT	✓ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
5/31/2012		OTUED.	OTHER:
	WILDCAT WELL DETERMINATION	U OTHER	<u> </u>
THE SUBJECT WELL 1615 HOURS. THE CI	COMPLETED OPERATIONS. Clearly show WAS PLACED ON PRODUCT HRONOLOGICAL WELL HISTO TH THE WELL COMPLETION R	TION ON MAY 31, 2012 AT DRY WILL BE SUBMITTED	· · · ·
NAME (PLEASE PRINT) Jenn Hawkins	PHONE NUMB 720 929-6247	BER TITLE Staff Operations Specialist	III
SIGNATURE		DATE	
N/A		6/5/2012	

STATE OF UTAH AMENDED REPORT FORM 8 (highlight changes) DEPARTMENT OF NATURAL RESOURCES 5. LEASE DESIGNATION AND SERIAL NUMBER: DIVISION OF OIL. GAS AND MINING ML-22650 6. IF INDIAN, ALLOTTEE OR TRIBE NAME WELL COMPLETION OR RECOMPLETION REPORT AND LOG 7. UNIT or CA AGREEMENT NAME 1a. TYPE OF WELL: GAS WELL SVELL 🔲 OTHER UTU63047A 8. WELL NAME and NUMBER: b. TYPE OF WORK: NBU 922-36D1CS ✓ RE-ENTRY DIFF. RESVR. OTHER 9. API NUMBER: NAME OF OPERATOR KERR MCGEE OIL & GAS ONSHORE, L.P. 4304751617 10 FIELD AND POOL, OR WILDCAT PHONE NUMBER: 3. ADDRESS OF OPERATOR: (720) 929-6000 NATURAL BUTTES STATE CO ZIP 80217 P.O.BOX 173779 CITY DENVER 11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: 4. LOCATION OF WELL (FOOTAGES) AT SURFACE: NWNW 1062 FNL 981 FWL S36, T9S, R22E NWNW 36 9S 22E S AT TOP PRODUCING INTERVAL REPORTED BELOW: NWNW 572 FNL 816 FWL S36, T9S, R22E 12. COUNTY 13. STATE AT TOTAL DEPTH: NWNW 568 FNL 822 FWL S36,T9S,R22E BHC by **UTAH UINTAH** 16. DATE COMPLETED: 17. ELEVATIONS (DF, RKB, RT, GL): 15. DATE T.D. REACHED: 14. DATE SPUDDED: READY TO PRODUCE 🗸 ABANDONED 4/9/2012 5/31/2012 5087 GL 2/20/2012 21. DEPTH BRIDGE 19. PLUG BACK T.D.: MD 8,923 MD 18. TOTAL DEPTH: MD 20. IF MULTIPLE COMPLETIONS, HOW MANY? 8.987 PLUG SET: TVO TVD 8.932 TVD 8.868 22. TYPE ELECTRIC AND OTHER MECHANICAL LOGS RUN (Submit copy of each) WAS WELL CORED? ио 🔽 YES [(Submit analysis) CBL/GR/CCL WAS DST RUN? ио 🚺 YES . (Submit report) DIRECTIONAL SURVEY? NO YES 🗸 (Submit copy) 24. CASING AND LINER RECORD (Report all strings set in well) SLURRY VOLUME (BBL) STAGE CEMENTER CEMENT TYPE & NO. OF SACKS TOP (MD) BOTTOM (MD) CEMENT TOP ** AMOUNT PULLED WEIGHT (#/ft.) HOLE SIZE SIZE/GRADE DEPTH 36.7# 0 40 28 20" 14" STL 28# 0 2.618 675 0 11" 8 5/8 **IJ-55** 0 8.966 1,451 1000 11.6# 7 7/8" 4 1/2 1-80 25. TUBING RECORD PACKER SET (MD) DEPTH SET (MD) PACKER SET (MD) DEPTH SET (MD) PACKER SET (MD) DEPTH SET (MD) SIZE 2 3/8" 8.332 27. PERFORATION RECORD 26. PRODUCING INTERVALS BOTTOM (TVD) INTERVAL (Top/Bot - MD) NO. HOLES PERFORATION STATUS BOTTOM (MD) TOP (TVD) SIZE FORMATION NAME TOP (MD) Open 🔽 5.869 5,650 5,869 0.36 48 Squeezed WASATCH 5,650 8.675 7.117 8.675 0.36 183 Open Squeezed (B) MESAVERDE 7,117 Squeezed Open (C) Open Squeezed (D) 28. ACID, FRACTURE, TREATMENT, CEMENT SQUEEZE, ETC. DEPTH INTERVAL AMOUNT AND TYPE OF MATERIAL PUMP 8307 BBLS SLICK H2O & 189,968 LBS 30/50 OTTAWA SAND 5650-8675

(CONTINUED ON BACK)

GEOLOGIC REPORT

CORE ANALYSIS

DST REPORT

OTHER:

✓ DIRECTIONAL SURVEY

DIV. OF OIL, GAS & MINING 30. WELL STATUS:

PROD

10 STAGES

SUNDRY NOTICE FOR PLUGGING AND CEMENT VERIFICATION

29. ENCLOSED ATTACHMENTS:

ELECTRICAL/MECHANICAL LOGS

31. INITIAL PR	ODUCTION			IN	TERVAL A (As sho	wn in Item #26)				
5/31/2012		TEST DATE: 6/3/2012		HOURS TESTE	D: 24	TEST PRODUCTION RATES: →	OIL - BBL:	GAS - MCF: 2,100	WATER - BBL: 378	PROD. METHOD:
CHOKE SIZE: 20/64	TBG. PRESS. 1,599	CSG. PRESS. 2,149	API GRAVITY	BTU - GAS	BTU - GAS GAS/OIL RATIO		OIL - BBL:	GAS - MCF: 2,100	WATER - BBL: 378	INTERVAL STATUS PROD
<u> </u>	 			IN'	TERVAL B (As sho	wn in item #26)				
DATE FIRST PR	ODUCED:	TEST DATE:		HOURS TESTE	HOURS TESTED:		OIL BBL:	GAS MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	N OIL - BBL:	GAS - MCF:	WATER BBL:	INTERVAL STATUS
				IN'	TERVAL C (As sho	wn in item #26)		· · · · · · · · · · · · · · · · · · ·		
DATE FIRST PR	RODUCED:	TEST DATE:		HOURS TESTE	D:	TEST PRODUCTION RATES: →	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	N OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS
				IN'	TERVAL D (As sho	wn in item #26)				
DATE FIRST PR	ODUCED:	TEST DATE:		HOURS TESTE	:D:	TEST PRODUCTION RATES: →	OIL BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	N OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS
32. DISPOSITIO	ON OF GAS (Sold,	Used for Fuel, V	ented, Etc.)		1					
Show all imports	OF POROUS ZON ant zones of porosi used, time tool ope	ty and contents th	•	als and all drill-stel recoveries.	m tests, including de	1	34. FORMATION	(Log) MARKERS:		
Formati	on		ottom (MD)	Descri	ptions, Contents, etc			Name		Top (Measured Depth)
							GREEN R BIRD'S NE MAHOGAN	ST		1,349 1,673 2,049

35. ADDITIONAL REMARKS (Include plugging procedure)

The first 210' of the surface hole was drilled with a 12 1/4" bit. The remainder of surface hole was drilled with an 11" bit. DQX csg was run from surface to 5022'; LTC csg was run from 5022' to 8966'. Attached is the chronological well history, perforation report & final survey.

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records.						
NAME (PLEASE PRINT) CARA MAHLER	TITLE REGULATORY ANALYST					
SIGNATURE	DATE 7 26/2012					

This report must be submitted within 30 days of

- completing or plugging a new well
- drilling horizontal laterals from an existing well bore
- · recompleting to a different producing formation
- · reentering a previously plugged and abandoned well
- significantly deepening an existing well bore below the previous bottom-hole depth

WASATCH

MESAVERDE

4,545

6,705

- drilling hydrocarbon exploratory holes, such as core samples and stratigraphic tests
- * ITEM 20: Show the number of completions if production is measured separately from two or more formations.
- **ITEM 24: Cement Top Show how reported top(s) of cement were determined (circulated (CIR), calculated (CAL), cement bond log (CBL), temperature survey (TS)).

Send to:

Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210

Box 145801

Salt Lake City, Utah 84114-5801

Phone: 801-538-5340

Fax: 801-359-3940

Vell: NBU 922-	36D1CS	BLUE						Spud Date: 2/24/2012
				Site: NBL	922-36	PAD	Rig Name No: PROPETRO 11/11, ENSIGN 138/138	
				Start Date	e: 11/22/2	2011		End Date: 4/10/2012
Active Datum: RKB @5,101.00usft (above Mean Sea Level)						/V/NV //0/9	/S/22/E/3	6/0/0/26/PM/N/1062/W/0/981/0/0
Date	1 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Time art-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)
2/24/2012	9:00	- 13:00	4.00	MIRU	01	В	P	RIG MOVE TO NBU 922-36D1CS (WELL 2 0F 4) INSTALL DIVERTOR HEAD AND BLUEY LINE, BUILD DITCH. SPOT IN RIG. SPOT IN CATWALK AND PIPE RACKS. RIG UP PIT PUMP. RIG UP PUMP. PRIME PUMP. INSPECT RIG. HELD PRE-SPUD SAFETY MEETING.
	13:00	- 14:00	1.00	DRLSUR	02	D	P	PICK UP #1 BHA, TRIP IN HOLE, SPUD 12.25 HOLE
		- 16:00	2.00	DRLSUR	06	Α	Р	TRIP OUT OF HOLE, PICK UP 11" BIT AND DIRECTIONAL TOOLS, TRIP IN HOLE T/ 210'
	16:00	- 0:00	8.00	DRLSUR	02	D ⁱ	P	DRILL F/210- T/1270' (1060' @ 96.3' ROP WOB 20K, RPM 45 UP/DWN/ROT 65/45/55 PSI ON/OFF 1400/1200 M.W. 8.4# LOST CIRCULATION @ 1660', 10' RIGHT 5' LOW OF TARGET
2/25/2012		- 18:00	18.00	DRLSUR	02	D D	P P	DRILL F/1270' - T/2648' (1378' @ 76' ROP) WOB 20K, RPM 45 UP/DWN/ROT 94/65/80 M.W. 8.4# .49' BELOW AND 15' LEFT OF TARGET
	18:00	- 20:00	2.00	DRLSUR	05		P	CIRCULATE FOR TRIP OUT
		- 22:00	2.00	DRLSUR	06	D		TRIP OUT OF HOLE LAYING DOWN DRILL STRING BOTTOM HOLE ASSEMBLY
		- 0:00	2.00	DRLSUR	22	K	Z	POWER HEAD & GEARS BROKE FOR THE HYDRAULICS (PRO PETRO)
2/26/2012	0:00	- 5:00	5.00	DRLSUR	22	K	Z	POWER HEAD & GEARS ON HYDRAULICS
	5:00	- 7:00	2.00	DRLSUR	06	D	P	TRIP OUT OF HOLE LAYING DOWN DRILL STRING (BOTTOM HOLE ASSEMBLY
	7:00	- 8:00	1.00	DRLSUR	12	Α	Р	MOVE PIPE RACKS AND CATWALK. PULL DIVERTER HEAD. RIG UP TO RUN CSG. AND MOVE CSG INTO POSITION TO P/U.
	8:00	- 10:00	2.00	DRLSUR	12	С	P	RUN 59 JTS 8 5/8, 28# CSNG. SHOE SET @ 2613.8', BAFFLE SET @ 2569.8'
	10:00	- 10:30	0.50	DRLSUR	12	В	Р	HOLD SAFETY MEETING, RUN 200' OF 1". RIG DOWN RIG MOVE OFF WELL, REBUILD DITCH. RIG UP CEMENT TRUCK, 2" HARD LINES,. CEMENT HEAD, LOAD PLUG.
	10:30	- 11:30	1.00	DRLSUR	12	E	P	PRESSURE TEST LINES TO 2000 PSI. PUMP 150 BBLS OF WATER AHEAD. PUMP 20 BBLS OF 8.3# GEL WATER AHEAD. PUMP (300 SX) 61.35 BBLS OF 15.8# 1.15 YD 5 GAL/SK PREMIUM CEMENT W/ 2% CALC. DROP PLUG ON FLY. DISPLACE W/ 160.4 BBLS OF H20. NO CIRC THROUGH OUT. FINAL LIF' OF 245 PSI AT 8 BBL/MIN. BUMP PLUG W/800 PSI HELD FOR 5 MIN. FLOAT HELD. PUMP (150 SX) 30.64 BBLS OF SAME TAIL CEMENT W/ 4% CALC. DOWN BACK SIDE. SHUT DOWN AND CLEAN TRUCK. NO CEMENT TO SURFACE.
	11:30	- 13:30	2.00	DRLSUR	13	Α	P	WOC , PUMP (225 SX) 15.8 CMT DOWN BACKSIDE. NO RETURNS TO SURFACE, RELEASE RIG @ 13:30
4/5/2012	6:00	- 8:00	2.00	RDMO	01	E	P	PREPARE RIG F/ SKID, SKID RIG TO WELL 2 OF 4

8:00 - 9:00

1.00

MIRU

14

NIPPLE UP BOP

Operation Summary Report

 Well: NBU 922-36D1CS BLUE
 Spud Date: 2/24/2012

 Project: UTAH-UINTAH
 Site: NBU 922-36D PAD
 Rig Name No: PROPETRO 11/11, ENSIGN 138/138

 Event: DRILLING
 Start Date: 11/22/2011
 End Date: 4/10/2012

Active Datum: RKB @5,101.00usft (above Mean Sea

UWI: NW/NW/0/9/S/22/E/36/0/0/26/PM/N/1062/W/0/981/0/0

Date Time Duration Phase						Sub	P/U	MD From	Operation		
	s	tart-End	(hr)		Code	Code		(usft)			
		- 13:30	4.50	MIRU	15	A	P		SAFETY MEETING W/ A-1 TESTING, RIG UP & TEST FLOOR VALVES, TOP DRIVE VALVE, INSIDE & OUTSIDE KILL LINE VALVES, INSIDE CHOKE LINE VALVE, HCR VALVE, CHOKE MANIFOLD, PIPE & BLIND RAMS 250 PSI F/ 5 MIN 5000 PSI F/ 10 MIN, ANNULAR 250 PSI F/ 5 MIN, 2500 PSI F/ 10 MIN, CASING TO 1500 PSI F/ 30 MIN, RIG DOWN TESTER		
	13:30	- 14:00	0.50	PRPSPD	14	В	Р		INSTALL WEAR BUSHING		
	14:00	- 15:00	1.00	PRPSPD	07	Α	Р		RIG SERVICE, CHANGE OUT SAVER SUB		
		- 18:30	3.50	PRPSPD	06	A	P		PICKUP HUGHES Q506F BIT, SDI .28 RPG/ 1.5 BEND MOTOR, ORIENT MWD, TIH		
		- 19:00	0.50	DRLPRO	22	0	X		ATTEMPT TO CIRC, DRILL STRING PLUGGED		
		- 21:00°	2.00	DRLPRO	22	0	Х		TRIP OUT OF HOLE F/PLUGGED DRILLSTRING, LA'DOWN MWD, BREAK BIT		
	21:00	- 22:30	1.50	DRLPRO	22	0	Х		PRESSURE UP ON MOTOR TO 1500 PSI BLOW LCM PLUG OUT OUT OF MOTOR, MAKE UP BIT		
	22:30	- 0:00	1.50	DRLPRO	22	0	Х		ORIENT MWD TRIP IN HOLE TO 2531		
	0:00	- 0:30	0.50	DRLPRO	02	F	Р		DRILL CEMENT & FLOAT EQUIP F/ 2533' TO 2658, SPUD 00:00 5/6/2012		
	0:30	- 10:00 - 10:30	9.50	DRLPRO	02	D	P		DRILL F/ 2658' TO 4064' 1406' @ 148' HR WOB 15/18 SPM 120, GPM 540 RPM 55/151 TRQ 9/5 PSI ON/OFF 1884/1380 PU/SO/RT 130/115/123 WT 8.5, VIS 28 SLIDE 85' IN .76 HRS = 111.8' HR ROT 1321' IN 8.74 HRS = 151.1' HR NOV DEWATERING BIT POSITION @ 4000' 20' N, 30' W RIG SERVICE		
		- 10:30 - 18:00	7.50	DRLPRO DRLPRO	07 02	A D	P				
		,5.00	,,,,,		· ·				DRILL F/ 4064' TO 5025', 961' @ 128.1' HR WOB 15/18 SPM 120, GPM 540 RPM 55/151 TRQ 11/7 PSI ON/OFF 2058/1650 PU/SO/RT 144/126/130 WT 8.5 VIS 28 SLIDE 70' IN 1.17 HRS = 59.8' HR ROT 891' IN 6.33 HRS = 140.7' HR NOV DEWATERING		

/ell: NBU 922-	36D1CS BLUE	<u> </u>		., 				Spud Date: 2/24/2012
oject: UTAH-	UINTAH			Site: NBU	922-36D	PAD		Rig Name No: PROPETRO 11/11, ENSIGN 138/138
rent: DRILLIN	G			Start Date	: 11/22/2	011		End Date: 4/10/2012
ctive Datum: I	RKB @5,101.0	Ousft (above I	Mean Sea	a	UWI: NV	V/NW/0/9	/S/22/E/36/	0/0/26/PM/N/1062/W/0/981/0/0
Date	Time Start-E	的复数非常强强的基础操作员	ration hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)
·	18:00 - (5.00	DRLPRO	02	D	Р	DRILL F/ 5025' TO 5740', 715' @ 119.1' HR WOB 15/19 SPM 120, GPM 540 RPM 55/151 TRQ 12/9 PSI ON/OFF 2100/1600 PU/SO/RT 165/140/145 WT 8.5 VIS 27 SLIDE 20' IN .25 HRS = 80' HR ROT 695' IN 5.75 HRS = 120.8' HR NOV DEWATERING BIT POSITION @ 5607' 7.13' N , 9.07'W
4/7/2012	0:00 - 1			DRLPRO DRLPRO	02	D	P	LOST 400 BBLS WATER, PUMPING LCM SWEEPS DRILL F/ 5740' TO 6707', 967' @ 87.9' hr WOB 18/21 SPM 120, GPM 540 RPM 55/151 TRQ 12/7 PSI ON/OFF 2178/1641 PU/SO/RT 169/146/160 WT 8.5 VIS 27 SLIDE 77' IN 1.92 HRS = 40.1' HR ROT 890' IN 9.08 HRS = 98' HR NOV DEWATERING BIT POSITION @ 6648' 8' N, 11.6'W LOST 300 BBLS WATER, PUMPING LCM SWEEPS RIG SERVICE
	11:30 - 1	8:00 6	.50	DRLPRO	02	D	Р	DRILL F/ 6707' TO 7269', 562' @ 86.4' HR WOB 18/21 SPM 120, GPM 540 RPM 55/151 TRQ 12/8 PSI ON/OFF 2014/1709 PU/SO/RT 177/149/163 WT 8.5 VIS 28 SLIDE 55' IN 1.75 HRS = 31.4' HR ROT 507' IN 4.75 HRS = 106.7' HR NOV DEWATERING BIT POSITION @ 7215' 2.64' N, 8.47' W LOST 250 BBLS WATER, (950 BBLS WATER LOST TOTAL) PUMPING LCM SWEEPS
	18:30 - 1 18:30 - (DRLPRO DRLPRO	07 02	В	P P	RIG SÉRVICE, TIGHTEN HOSE ON TOP DRIVE DRILL F/ 7269' TO 7670', 401' @ 72.9' WOB 18/21 SPM 120, GPM 540 RPM 55/151 TRQ 14/9 PSI ON/OFF 2200/1732 PU/SO/RT 212/165/175 WT 10.1 VIS 32 SLIDE 25' IN .50 HRSW = 50' HR ROT 376' IN 5 HRS = 75.2' HR NOV RUNNING CENTRAFUGE 1 HR EVERY 3 HRS BIT POSITION @ 7593' 5,67', 10,75' W

Mall NELLOCC	SD4CC DLII		<u> </u>	<u>. (2. 1.) - (2.</u>		**************************************	* 0.82330.03	Spud Date: 2/24	/2012				
Well: NBU 922-3 Project: UTAH-U		<u> </u>		Site: NBU	1 022 365	DAD		Spud Date. 2/24	Rig Name No: PROPETRO 11/11, ENSIGN 138/138				
Event: DRILLING				Start Date			10/00/5	End Date: 4/10/2012 6/22/E/36/0/0/26/PM/N/1062/W/0/981/0/0					
Active Datum: RI Level)	KB @5,101.0 _	ousπ (ab	ove Mean S	ea	GVVI: NV	/V/NVV/U/S	#131221E	/36/0/0/26/PW//W/ Tub	2244019011010				
Date	Time Start-E		Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation				
4/8/2012	6:00 - 1	6:00	7.50	DRLPRO	02	D	P		DRILL F/ 7670' TO 8036', 366' @ 61' HR WOB 18/21 SPM 110, GPM 495 RPM 55/138 TRQ 14/9 PSI ON/OFF 2241/1737 PU/SO/RT 185/168/175 WT 10.8, VIS 32 SLIDE 25' IN .67 HRS = 37.5' HR ROT 341' IN 5.33 HRS =63.9' HR NOV RUNNING CENTRAFUGE 1 HR EVERY 3 HRS BIT POSITION @ 7935' 8.45' N, 8.92' W LOST 350 BBLS MUD TO SEEPAGE, LOST CIRC @ 8027' W/ 10.9 WT F/ 10 MIN, BY PASSED SHAKERS @ 8027' DRILL / 8036' TO 8404', 368' @ 49' HR WOB 18/22 SPM 115, GPM 517 RPM 55/145 TRQ 14/8 PSI ON/OFF 2609/2118 PU/SO/RT 188/165/178 WT 11.3, VIS 38, LCM 6% SLIDE NONE ROT 368' IN 7.5 HRS = 49' HR NOV SHUT DOWN BIT POSITION @ 8350' 12.4' N, 7' W LOST 80 BBLS TO SEEPAGE, SHAKERS BYPASSED, 5' TO 10' BOTTOMS UP FLARE				
	13:30 - 1		0.50	DRLPRO	07	Α	Р		RIG SERVICE				
	14:00 - 2	21:30	7.50	DRLPRO	02	D	P		DRILL F / 8404' TO 8691' , 287' @ 38.2' HR WOB 18/22 SPM 106 , GPM 477 RPM 50-55 / 133 TRQ 14/8 PSI ON/OFF 2485 / 2050 PU/SO/RT 187/165/178 WT 11.6 , VIS 37 , LCM 15% SLIDE NONE ROT 287' IN 7.5 HRS = 38.2' HR NOV SHUT DOWN BIT POSITION @ LOST 120 BBLS TO SEEPAGE, SHAKERS BYPASSED, 5' TO 15'BOTTOMS UP FLARE				
	21:30 - 2	2:00	0.50	DRLPRO	05	Α	X		LOST CIRC 50 BBLS LOST BEFORE REGAINING CIRC				

Operation Summary Report

Spud Date: 2/24/2012 Well: NBU 922-36D1CS BLUE Rig Name No: PROPETRO 11/11, ENSIGN 138/138 Site: NBU 922-36D PAD Project: UTAH-UINTAH End Date: 4/10/2012 Event: DRILLING Start Date: 11/22/2011

Active Datum: RKB @5,101.00usft (above Mean Sea

UWI: NW/NW/0/9/S/22/E/36/0/0/26/PM/N/1062/W/0/981/0/0

Level)	IN SECTION AND A SECTION	1 000 200	problem and the	era ja atauta esar	apartus esta esta esta esta esta esta esta est			
Date	Time	Duration	Phase	Code	Sub	P/U	MD From	Operation
	Start-End	(hr)			Code		(usft)	
	22:00 - 0:00	2.00	DRLPRO	02	D	Р		DRILL F / 8691' TO 8782' , 91' @ 45.5' HR
								WOB 18/24
								SPM 100 , GPM 450
								RPM 50-55 / 126
								TRQ 14/8 PSI ON/OFF 2488/2050
								PU/SO/RT 190/168/178
								WT 11.6 , VIS 38 , LCM 12%
								SLIDE NONE
								ROT 91' IN 2 HRS = 45.5' HR
								NOV SHUT DOWN
							•	BIT POSITION @ 8728' 12.61' N , 4.74' W
								LOST 120 BBLS TO SEEPAGE, SHAKERS
								BYPASSED, 5' TO 15' BOTTOMS UP FLARE
								(LOST 870 BBLS MUD TOTAL)
4/9/2012	0:00 - 4:30	4.50	DRLPRO	02	D	P		DRILL F / 8782' TO 8987' , 205 @ 45.5' HR
								TD @ 04:30 4/9/2012
								WOB 18/24
								SPM 105 , GPM 472
								RPM 50-55 / 132
								TRQ 14/8
								PSI ON/OFF 2505/2000
								PU/SO/RT 195/171/178
								WT 11.6, VIS 38, LCM 12%
								SLIDE NONE
								ROT 205' IN 4.5 HRS = 45.5' HR
								NOV SHUT DOWN
								BIT POSITION @ 8987' 11.56' N , 3.70' W
								NO LOSSES , SHAKERS BYPASSED, 5' TO 10'
								BOTTOMS UP FLARE
	4:30 - 6:00	1.50	DRLPRO	05	С	Р		(LOST 870 BBLS MUD TOTAL) CIRC & COND F/ SHORT TRIP
	-,				E	P.		
	6:00 - 7:00	1.00	DRLPRO	06				SHORT TRIP 5 STANDS, NO PROBLEMS
	7:00 - 9:00	2,00	DRLPRO	05	С	P		CIRC & COND
	9:00 - 15:30	6.50	DRLPRO	06	Α	Ρ		TRIP OUT OF HOLE, LAY DOWN MWD, MOTOR, BIT (
					_	_		TIGHT SPOT @ 5863')
	15:30 - 16:00	0.50	DRLPRO	14	В	Р		PULL WEAR BUSHING
	16:00 - 17:00	1.00	DRLPRO	12	Α	P		SAFETY MEETING W/ FRANKS WESTSTATES, RIG
								UP CASERS
	17:00 - 0:00	7.00	DRLPRO	12	С	Р		RUNNING 4.5 ,11.6 ,180 PROD CASING @ 6500'
4/10/2012	0:00 - 2:00	2.00	CSGPRO	12	С			FINISH RUNNING 214 JTS 4.5, 11.6, 180 (94 JTS
								LT&C , 120 JTS DQX TO 8966', TOP OF FLOAT
								8921', TOP OF MARKER 6665', X/O 5003' (TIGHT
								5632' TO 5900' & 8566')
	2:00 - 3:30	1.50	CSGPRO	05	D	Р		CIRC OUT GAS 10' TO 25' FLARE , SAFETY
								MEETING W/ BAKER HUGHES

		U	IS RUC	KIES RE	:GION					
		Opera	ation S	Bumma	ry Report					
Well: NBU 922-36D1CS BLUE	<u> - 1864 - 1865 - 1866 - 1865 - 18</u>		Brown St. A.		Spud Date: 2/24	4/2012				
Project: UTAH-UINTAH	Site: NE	3U 922-36I) PAD			Rig Name No: PROPETRO 11/11, ENSIGN 138/138				
Event: DRILLING	Start Da	ate: 11/22/2	2011			End Date: 4/10/2012				
Active Datum: RKB @5,101,00usft (abo Level)	ove Mean Sea	UWI: NW/NW/0/9/S/22/E/36/0/0/26/PM/N/1062/W/0/981/0/0								
Date Time Start-End	Duration Phase (hr)	Code	Sub Code	P/U	MD From (usft)	Operation				
6:00 - 6:30 6:30 - 7:00 7:00 - 8:00	0.50 CSGPRO 0.50 CSGPRO 1.00 RDMO		B A E	P P P		RIG UP CEMENTERS, PRESSURE TEST LINES TO 4500 PSI, DROPPED BOTTOM PLUG, PUMPED 5 BBL 8.4 WATER SPACER, 40 BBL. OF SEAL BOND SPACER, 486 SX PREMIUM LITE II CEMENT + 0.5 LBS/SX STATIC FREE + 0.4% BWOC R-3 + 0.25 LBS/SX CELLO FLAKE + 5 LBS/SX KOL SEAL + 0.2% BWOC SODIUM METASILICATE + 8% BWOC BENTONITE II +.4 BWOC FL-52A + 101.8% FRESH WATER 12.5#, 2.02 YIELD LEAD CEMENT, 965 SX 50:50 POZ (ASH FLY) CLASS G + 10% BWOW SODIUM CHLORIDE + 0.2% BWOC R-3 + .5% BWOC EC-1 + 0.002 GPS FP-6L + .005 LB/SX STATIC FREE + 2% BENTONITE II + 58.9% FRESH WATER, DROPPED THE TOP PLUG, DISPLACE W/ 138.3 BBLS CLAYCARE + 1 GAL MAGNACIDE @ 8.34 PPG WATER , FINAL LIFT 2400 PSI, BUMPED BLUG @ 2900 PSI , LOST RETURNS 128 BBLS INTO DISPLACMENT, FLOATS HELD, , TOP OF TAIL EST @ 3970 ',TOP OF LEAD EST 500' , FLUSH STACK, R/D CEMENTERS SET C-22 SLIPS TROUGH STACK @ 105K NIPPLE DOWN, LIFT BOP , CUT OFF CASING RIG DOWN, PREPARE RIG F/ SKID, RELEASE RIG @ 08:00 4/10/2012 TO NBU 922-36D4CS (PRICE WATER CLEANING MUD TANKS)				

1 General

1.1 Customer Information

Company	US ROCKIES REGION
Representative	
Address	

1.2 Well/Wellbore Information

Weil	NBU 922-36D1CS BLUE	Wellbore No.	ОН	
Well Name	NBU 922-36D1CS	Wellbore Name	NBU 922-36D1CS	
Report No.	1	Report Date	5/11/2012	
Project	UTAH-UINTAH	Site	NBU 922-36D PAD	
Rig Name/No.		Event	COMPLETION	
Start Date	5/30/2012	End Date	5/31/2012	
Spud Date	2/24/2012	Active Datum	RKB @5,101.00usft (above Mean Sea Level)	
UWI	NW/NW/0/9/S/22/E/36/0/0/26/PM/N/1062/W/0/9	81/0/0		

1.3 General

Contractor	·	Job Method	Supervisor	
Perforated Assembly		Conveyed Method		

1.4 Initial Conditions

1.5 Summary

Fluid Type		Fluid Density	Gross interval	5,650.0 (usft)-8,675.0 (usft	Start Date/Time	5/15/2012 12	2:00AM
Surface Press		Estimate Res Press	No. of Intervals	46	End Date/Time	5/15/2012 12	2:00AM
TVD Fluid Top		Fluid Head	Total Shots	231	Net Perforation Interval		70.00 (usft)
Hydrostatic Press		Press Difference	Avg Shot Density	3.30 (shot/ft)	Final Surface Pressure		
Balance Cond	NEUTRAL				Final Press Date		

2 Intervals

2.1 Perforated Interval

Date	Formation/ Reservoir	CCL@ (usft)	CCL-T S (usft)	MD Top (usft)	1.07 (2.00)	Shot Density (shot/ft)		Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Reason Weight (gram)	Misrun
5/15/2012	WASATCH/		;	5,650.0	5,656.0	4.00	0.360 E	XP/	3.375	90.00		23.00 PRODUCTIO	
12:00AM		1	1				1					N	1

2.1 Perforated Interval (Continued)

Date	Formation/ Reservoir	CCL@ (usft)	CCL-T S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diamete r (in)	Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Reason Weight (gram)	Misrun
5/15/2012 12:00AM	WASATCH/		15. 35.	5,863.0	5,869.0	4.00		0.360	EXP/	3.375	90.00		23.00 PRODUCTIO	(W 12 80% 27 4 72 (3))
5/15/2012 12:00AM	MESAVERDE/			7,117.0	7,118.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/	*		7,137.0	7,138.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/			7,153.0	7,154.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO	. '
5/15/2012 12:00AM	MESAVERDE/			7,188.0	7,190.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	:
5/15/2012 12:00AM	MESAVERDE/	:		7,226.0	7,228.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO	
5/15/2012 12:00AM	MESAVERDE/			7,274.0	7,275.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO	
5/15/2012 12:00AM	MESAVERDE/	Tee and the second of the seco		7,292.0	7,294.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO	** * * * * * * * * * * * * * * * * * *
5/15/2012 12:00AM	MESAVERDE/	i i		7,313.0	7,315.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/		1	7,368.0	7,370.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	1
5/15/2012 12:00AM	MESAVERDE/			7,410.0	7,411.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/			7,478.0	7,479.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO	!
5/15/2012 12:00AM	MESAVERDE/			7,502.0	7,503.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	:
5/15/2012 12:00AM	MESAVERDE/			7,562.0	7,564.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/		: :	7,580.0	7,582.0	3.00	~	0.360	EXP/	3.375	120.00		23.00 PRODUCTIO	1
5/15/2012 12:00AM	MESAVERDE/		!	7,716.0	7,717.0	3.00		0.360	EXP/	3.375	120.00	en e	23.00 PRODUCTIO N	:
5/15/2012 12:00AM	MESAVERDE/			7,750.0	7,751.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO	
5/15/2012 12:00AM	MESAVERDE/	*		7,770.0	7,771.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/		1	7,808.0	7,809.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	1.
5/15/2012 12:00AM	MESAVERDE/	1		7,854.0	7,855.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO	·
5/15/2012 12:00AM	MESAVERDE/	: :		7,866.0	7,867.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	!

2.1 Perforated Interval (Continued)

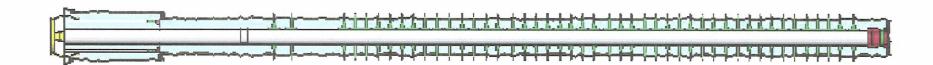
Date	Formation/ Reservoir	CCL@ (usft)	s	MD Top (usft)	MD Base (usft)	Shot Density	Misfires/ Add. Shot	Diamete r	Carr Type /Stage No	Carr Size	Phasing (°)	Charge Desc/Charge Manufacturer	Charge Weight	Reason	Misrun
	MESAVERDE/	1	(usft)	7,885.0	7,886.0	(shot/ft) 3.00		(in) 0.360	EXP/	(in) 3.375	120.00			PRODUCTIO	10.000
	MESAVERDE/			7,920.0	7,921.0	3.00		0.360	EXP/	3.375	120.00		23.00	N PRODUCTIO	
	MESAVERDE/			8,056.0	8,058.0	4.00		0.360	EXP/	3.375	90.00		23.00	N PRODUCTIO	<u> </u>
	MESAVERDE/			8,086.0	8,088.0	4.00		0.360	EXP/	3.375	90.00		23.00	N PRODUCTIO	:
	MESAVERDE/			8,104.0	8,106.0	4.00		0.360	EXP/	3.375	90.00			N PRODUCTIO	
	MESAVERDE/			8,164.0	8,165.0	3.00		0.360	EXP/	3.375	120.00			N PRODUCTIO	
	MESAVERDE/			8,186.0	8,187.0	3.00		0.360	EXP/	3.375	120.00		the second second a	N PRODUCTIO	
	MESAVERDE/			8,210.0	8,211.0	3.00		0.360	EXP/	3.375	120.00		23.00	N PRODUCTIO	
1	MESAVERDE/			8,242.0	8,243.0	3.00		0.360	EXP/	3.375	120.00		23.00	N PRODUCTIO	
12:00AM 5/15/2012 12:00AM	MESAVERDE/			8,260.0	8,261.0	3.00		0.360	EXP/	3.375	120.00		23.00	N PRODUCTIO N	W
	MESAVERDE/	ng n		8,295.0	8,296.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
1	MESAVERDE/			8,314.0	8,316.0	3.00		0.360	EXP/	3.375	120.00			PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/			8,364.0	8,365.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/			8,400.0	8,401.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/			8,420.0	8,421.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/			8,436.0	8,437.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/			8,448.0	8,449.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/			8,473.0	8,474.0	4.00		0.360	EXP/	3.375	90.00		23.00	PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/			8,494.0	8,495.0	4.00		0.360	EXP/	3.375	90.00			PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/			8,545.0	8,546.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/		1	8,554.0	8,555.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	

2.1 Perforated Interval (Continued)

Date	Formation/ Reservoir	CCL@ (usft)	CCL-T S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diamete r (in)	Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
5/15/2012 12:00AM	MESAVERDE/			8,562.0	8,563.0	3.00		0.360	EXP/	3.375	120.00		1	PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/			8,584.0	8,586.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
5/15/2012 12:00AM	MESAVERDE/			8,672.0	8,675.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	

3 Plots

3.1 Wellbore Schematic



Operation Summary Report

Well: NBU 922-36D1CS BLUE	\$	Spud Date: 2/24/2012	
Project: UTAH-UINTAH	Site: NBU 922-36D PAD	Rig Name No: MILES-GRAY 1/1	
Event: COMPLETION	Start Date: 5/30/2012	End Date: 5/31/2012	
	Start Date: 5/30/2012		

Event: COMPLETION			Start Dat	te: 5/30/20	12		End Date: 5/31/2012	
Active Datum: R Level)	KB @5,101.00usft (a	above Mean Se	ea	UWI: N\	N/NW/0/9	9/S/22/E/36	36/0/0/26/PM/N/1062/W/0/981/0/0	
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)	
5/11/2012	7:00 - 8:00	1.00	COMP	33	•	Р	RU HOT OILER, SLIGHT DRIP FROM SURFACE	
							PRESSURED TO 1500 PSI LOST 300 PSI IN 2 MINS HELD 1200 PSI BLED WELL OFF, MOVED TO NEXT WELL	
5/18/2012	7:00 - 7:15	0.25	COMP	48		P	HSM & JSA W/B & C QUICK TEST.	
	10:10 - 11:56	1.77	COMP	33	С	P	SURFACE CSG 95 PSI. WHP 0 PSI. FILL PRODUCTION CSG. MIRU B & C QUICK TEST. PSI TEST T/ 1031 PSI. HELD FOR 15 MIN - LOST 19 PSI. PSI TEST T/ 3543 PSI. HELD FOR 15 MIN - LOST 37 PSI. 1ST PSI TEST T/ 7037 PSI. HELD FOR 30 MIN - LOS' 219 PSI. 2ND PSI TEST T/ 7050 PSI. HELD FOR 30 MIN - LOS' 25 PSI. NO COMMUNICATION OR MIGRATION WITH SURFACE CSG BLEED OFF PSI. MOVE T/ NEXT WELL. SWFN SURFACE CASING 123 PSI.	37 9ST
	14:00 - 15:00	1.00	COMP	37	В	Р	MIRU CASEDHOLE SOLUATIONS PERF STG 1) P/U 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 120 DEG PHSG. PERF MESA VERDE AS PE PERF DESIGN. POOH & HANG BACK LUB. SWI – SDFWE.	PER
5/19/2012	- C:45 7:00	0.05	COMP	40		P	LIGHT O LOS INVOLUENCES LA CERTAGE O	
5/21/2012	6:45 - 7:00	0.25	COMP	48		P	HSM & JSA W/SUPERIOR WELL SERVICE & CASEDHOLE SOLUATIONS	
	7:08 - 7:32 7:32 - 8:40	1.13	COMP	36	В	P ,	MIRU SUPERIOR WELL SERVICES. PT SURFACE EQUIPMENT TO 8039 PSI & HOLD 8 MIN. LOST 100 PSI. FRAC STG 1) WHP 1451 PSI. BRK DWN PERF 4.2 BPM @ 6508 PSI. ISIP 2618 PSI. FG. 0.74. EST INJ RATE 50.2 BPM @ 4797 PSI. 24/24 PERFS OPEN - 100%. MP 5110 PSI, MR 53.1 BPM, AP 4811 PSI, AR 52.2 BPM. ISIP 2464 PSI, FG. 0.72, NPI (-154) PSI. PMP'D 732 BBLS SLK WTR, 14,803 LBS 30/50 SND. X-OVER FOR WL. PERF STG 2) P/U HALCO 8K CBP & 3 1/8" EXP GNS 23 GRM, 0.36 HOLE, 90 & 120 DEG PHSG. RIH SE'CBP @ 8525'. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB.	000 2 NJ 2 2 NS, ET

Operation Summary Report

Well: NBU 922-36D1CS BLUE		Spud Date: 2/24/2012
Project: UTAH-UINTAH	Site: NBU 922-36D PAD	Rig Name No: MILES-GRAY 1/1
Event: COMPLETION	Start Date: 5/30/2012	End Date: 5/31/2012
Active Datum: RKB @5,101.00usft (ab	ove Mean Sea UWI: NW/NW/0/9/S/22/E/3	6/0/0/26/PM/N/1062/W/0/981/0/0
l evel\		

Active Datum: RKB @	5,101.0	Ousft (ab	ove Mean Sea	3			S/22/E/3	6/0/0/26/PM/N/10	062/W/0/981/0/0
Date	Time Start-E	97.54	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
9:2	33 -	9:58	0.42	COMP	36	E	P		801FRAC STG 2) WHP 1650 PSI. BRK DWN PERF 4.2 BPM @ 2773 PSI. ISIP 2128 PSI. FG. 69. EST INJ RATE 52.9 BPM @ 4630 PSI. 24/24 PERFS OPEN - 100%. MP 5311 PSI, MR 53.6 BPM, AP 4616 PSI, AR 52.9 BPM. ISIP 2532 PSI, FG. 0.74, NPI 404 PSI. PMP'D 1105 BBLS SLK WTR, 26, LBS 30/50 SND. X-OVER FOR WL.
9:6	58 - 1	10:58	1.00	COMP	37	В	Р		PERF STG 3) P/U HALCO 8K CBP & 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 120 DEG PHSG. RIH SET CBP @ 8346'. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB. X-OVER FOR FRAC
12:	23 - 1	12:51	0.47	COMP	36	E	P		FRAC STG 3) WHP 2227 PSI. BRK DWN PERF 7.3 BPM @ 2773 PSI. ISIP 2284 PSI. FG. 0.72. EST INJ RATE 53.2 BPM @ 4239 PSI. 24/24 PERFS OPEN - 100%. MP 4636 PSI, MR 54 BPM, AP 4239 PSI, AR 53.6 BPM. ISIP 2532 PSI, FG. 0.75, NPI 248 PSI. PMP'D 1207 BBLS SLK WTR, 29,116 LBS 30/50 SND. X-OVER FOR WL.
12:	56 - 1	13:56	1.00	COMP	37	В	Р		PERF STG 4) P/U HALCO 8K CBP & 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 90 DEG PHSG, RIH SET CBP @ 8136'. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB. X-OVER FOR FRAC
14:	36 - 1	5:00	0.40	COMP	36	E	Р		FRAC STG 4) WHP 1994 PSI. BRK DWN PERF 7.4 BPM @ 2533 PSI. ISIP 2121 PSI. FG. 0.70. EST INJ RATE 50.9 BPM @ 4485 PSI. 24/24 PERFS OPEN - 100%. MP 4451 PSI, MR 51.2 BPM, AP 4074 PSI, AR 50.8 BPM. ISIP 2197 PSI, FG. 0.71, NPI 76 PSI. PMP'D 942 BBLS SLK WTR, 21,351 LBS 30/50 SND. X-OVER FOR WL.
15:	05 - 1	6:05	1.00	COMP	37	В	Р		PERF STG 5) P/U HALCO 8K CBP & 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 120 DEG PHSG. RIH SET CBP @ 7951'. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB. X-OVER FOR FRAC
16:	37 ' - 1	7:18	0.68	COMP	36	Ε	P		FRAC STG 5) WHP 1707 PSI. BRK DWN PERF 9.9 BPM @ 2492 PSI. ISIP 1922 PSI. FG. 0.68. EST INJ RATE 50.9 BPM @ 3913 PSI. 24/24 PERFS OPEN - 100%. MP 3999 PSI, MR 51.3 BPM, AP 3640 PSI, AR 50.9 BPM. ISIP 2139 PSI, FG. 0.71, NPI 217 PSI. PMP'D 1914 BBLS SLK WTR, 48,420 LBS 30/50 SND. X-OVER FOR WL.
17::	23 - 1	8:23	1.00	COMP	37	В	P		PERF STG 6) P/U HALCO 8K CBP & 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 120 DEG PHSG. RIH SET CBP @ 7612'. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB. X-OVER FOR FRACSWI - SDFN.

Site: NBU Start Date Sea Phase COMP	e: 5/30/20)12	P/U	36/0/0/26/PM/N/1 MD From (usft)	Rig Name No: MILES-GRAY 1/1 End Date: 5/31/2012 1062/W/0/981/0/0 Cperation FRAC STG 6)WHP 1200 PSI, BRK 2753 PSI @ 4.2 BPM. ISIP 2202 PSI, FG .73
Phase	UWI: N	W/NW/0/ Sub Code	P/U	MD From	Operation FRAC STG 6)WHP 1200 PSI, BRK 2753 PSI @ 4.2
Phase	Code	Sub Code	P/U	MD From	Operation FRAC STG 6)WHP 1200 PSI, BRK 2753 PSI @ 4.2
	4,	Code			FRAC STG 6)WHP 1200 PSI, BRK 2753 PSI @ 4.2
COMP	36	В	Р		•
					CALC HOLES OPEN @ 50.1 BPM @ 4181 PSI = 100% HOLES OPEN. (24/24 HOLES OPEN) ISIP 2124 PSI, FG .72 NPI -78 PSI. MP 5559 PSI, MR 51.8 BPM, AP 4028 PSI, AR 50.7 BPM PUMPED 30/50 OTTAWA SAND IN THIS STAGE X-OVER FOR W L PERF STG 7)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 7400' P/U PERF AS PER PERF DESIGN. POOH. X-OVER FOR FRAC CREW
					FRAC STG 7)WHP 1627 PSI, BRK 1951 PSI @ 7.4 BPM. ISIP 1722 PSI, FG .67 CALC HOLES OPEN @ 51.6 BPM @ 4080 PSI = 100% HOLES OPEN. (24/24 HOLES OPEN) ISIP 2141 PSI, FG .73, NPI 419 PSI. MP 5889 PSI, MR 51.8 BPM, AP 4291 PSI, AR 51.3 BPM PUMPED 30/50 OTTAWA SAND IN THIS STAGE X-OVER FOR W L
					PERF STG 8)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 7258' P/U PERF AS PER PERF DESIGN. POOH. X-OVER FOR FRAC CREW
					FRAC STG 8)WHP 1741 PSI, BRK 2195 PSI @ 4.0 BPM. ISIP 1834 PSI, FG .69 CALC HOLES OPEN @ 51.6 BPM @ 3935 PSI = 100% HOLES OPEN. (24/24 HOLES OPEN) ISIP 2129 PSI, FG .74 NPI 291 PSI. MP 4017 PSI, MR 52.2 BPM, AP 3866 PSI, AR 51.8 BPM PUMPED 30/50 OTTAWA SAND IN THIS STAGE X-OVER FOR W L
					PERF STG 9)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 90 DEG PHASING. RIH SET CBP @ 5899' P/U PERF AS PER PERF DESIGN. POOH. X-OVER FOR FRAC CREW
					FRAC STG 9)WHP VACUUM PSI, BRK 457 PSI @ 9.5 BPM. ISIP 33 PSI, FG .44 DID NOT FRAC X-OVER FOR WL
	ī				PERF STG 10)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 90 DEG PHASING. RIH SET CBP @ 5686' P/U PERF AS PER PERF DESIGN. POOH. X-OVER FOR FRAC CREW

US ROCKIES REGION Operation Summary Report Well: NBU 922-36D1CS BLUE Spud Date: 2/24/2012 Rig Name No: MILES-GRAY 1/1 Site: NBU 922-36D PAD End Date: 5/31/2012 Start Date: 5/30/2012 UWI: NW/NW/0/9/S/22/E/36/0/0/26/PM/N/1062/W/0/981/0/0 Active Datum: RKB @5,101.00usft (above Mean Sea Code PAI Operation Time Duration Phase Sub MD From Start-End (usft) (hr) Code DID NOT FRAC X-OVER FOR WL PU 4 1/2 HAL CBP RIH SET KILL PLUG @ 5600. POOCH RD FRAC & WL CREWS SWIFN TOTAL SAND= 189,968 # 30/50 OTTAWA TOTAL CLFL= 8,307 BBLS HSM, P/U TBG, 0 PSI ON WELL 7:00 - 7:30 0.50 DRLOUT 48 Р - 7:30 0.00 DRLOUT 31 Р MIRU, P/U 3 7/8" SBB, POBS RIH W/ XXX JTS 2 3/8" L-80 TBG, TAG KILL PLUG @ 5600' R/U PWR SWVL, PSI TEST BOPS TO 3500# W/ RIG PUMP, XX LOSS 15 MIN, SWI, SDFN PREP TO D/O IN AM - 7:30 Ρ HSM, LANDING WELL UNDER PSI, 0 PSI ON WELL 0.50 DRLOUT 48 - 15:00 P C 7.50 DRLOUT EOT @ 5560' BRK CIRC CONV W/ RIG PUMP, PSI 44 TEST BOPS TO 3500#, 0 LOSS 15 MIN, D/O CBP 1 @ 5600' 5 MIN, 0' SAND 0# KICK, FCP = 0# CBP 2 @ 5686' 7 MIN, 0' SAND 0# KICK, FCP = 0# CBP 3 @ 5899' 10 MIN, 30' SAND 500# KICK, FCP = 200#

CBP 4 @ 7258' 8 MIN, 30' SAND 300# KICK, FCP =

CBP 5 @ 7400' 10 MIN, 30' SAND 300# KICK, FCP =

CBP 6 @ 7612' 10 MIN, 30' SAND 300# KICK, FCP =

CBP 7 @ 7951' 10 MIN, 30' SAND 300# KICK, FCP =

CBP 8 @ 8136' 10 MIN, 30' SAND 400# KICK, FCP = CBP 9 @ 8346' 10 MIN, 30' SAND 400# KICK, FCP =

CBP 10 @ 8525' 10 MIN, 30' SAND 500# KICK, FCP

RDNO, MIRU NBU922-36D4BS, N/D WH, N/U BOPS

WELL TURNED TO SALES @ 16:15 HR ON 5/31/2012, 100 MCFD, 1920 BWPD, FCP 2200#, FTP

1750#, 20/64" CK.

300#

400#

= 600#

RIH TO 8807', BTM PERF @ 8675' L/D 15 JTS, LAND @ 8331.801 KB = HANGER = .83' 2 3/8" L-80 TBG 8314.77 POBS W/ 1,875" XN NIPPLE 2.20 N/D BOPS, N/U WH, PUMP OFF BIT @ 1700 PSI UNLOAD TBG VOLUME TO PIT, PSI TEST HAL 9000 & LINS TO 3000# W/ RIG PUMP T/O TO FB CREW & PRODUCTION SICP = 2100# FTP = 500# ON 20/64 CHOKE OLTR = 6264 BBLS REC = 1800 BBLS LTR = 4464 BBLS

Ρ

Project: UTAH-UINTAH

Event: COMPLETION

5/30/2012

5/31/2012

7:30

7:00

7:30

Level) Date

15:00 - 17:00

16:15 - 17:00

2.00

0.75

DRLOUT

DRLOUT

30

50

US ROCKIES REGION Operation Summary Report Spud Date: 2/24/2012 Well: NBU 922-36D1CS BLUE Site: NBU 922-36D PAD Rig Name No: MILES-GRAY 1/1 Project: UTAH-UINTAH End Date: 5/31/2012 **Event: COMPLETION** Start Date: 5/30/2012 UWI: NW/NW/0/9/S/22/E/36/0/0/26/PM/N/1062/W/0/981/0/0 Active Datum: RKB @5,101.00usft (above Mean Sea Level) P/U MD From Operation Date Time Duration Phase Code Sub Start-End Code (usft) 6/3/2012 7:00 50 WELL IP'D ON 6/3/12 - 2100 MCFD, 0 BOPD, 378 BWPD, CP 2149#, FTP 1599#, CK 20/64", LP 157#,

24 HRS

5



Project: Uintah County, UT UTM12

Site: NBU 922-36D PAD Well: NBU 922-36D1CS

Wellbore: OH Design: OH

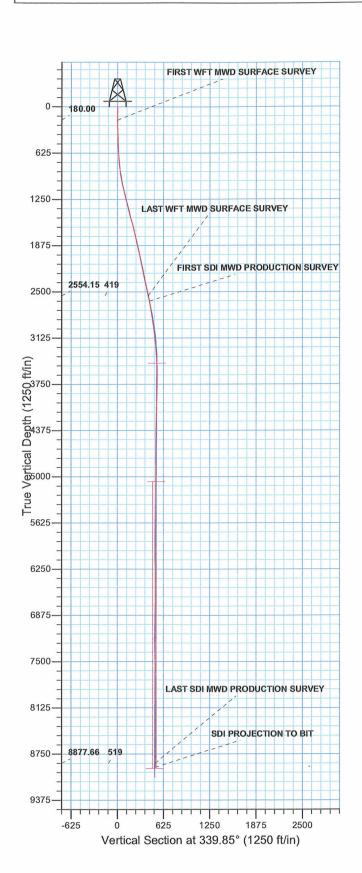


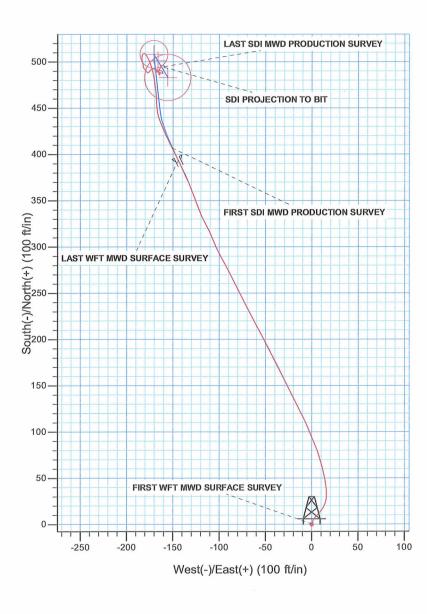
WELL DETAILS: NBU 922-36D1CS GL 5087' & 14' @ 5101.00ft (ENSIGN 138) +N/-S 0.00 +E/-W 0.00 Northing 14528971.38 Easting 2090347.03 Latittude 39.996903 Longitude -109.393550



Azimuths to True North Magnetic North: 11.07°

> Magnetic Field Strength: 52375.5snT Dip Angle: 65.89° Date: 02/09/2011 Model: IGRF2010





PROJECT DETAILS: Uintah County, UT UTM12

Geodetic System: Universal Transverse Mercator (US Survey Feet)
Datum: NAD 1927 - Western US
Ellipsoid: Clarke 1866

Zone: Zone 12N (114 W to 108 W) Location: SECTION 36 T9S R22E System Datum: Mean Sea Level

Design: OH (NBU 922-36D1CS/OH)

Created By: Gabe Kendall Date: 13:27, April 12 2012



Kerr McGee Oil and Gas Onshore LP

Uintah County, UT UTM12 NBU 922-36D PAD NBU 922-36D1CS

OH

Design: OH

Standard Survey Report

12 April, 2012





SDI Survey Report



Company:

Kerr McGee Oil and Gas Onshore LP

Project: Site:

Well:

Uintah County, UT UTM12 NBU 922-36D PAD NRU 922-36D1CS

Wellbore: Design:

OH ОН Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference:

Survey Calculation Method:

Database:

Well NBU 922-36D1CS

GL 5087' & 14' @ 5101.00ft (ENSIGN 138) GL 5087' & 14' @ 5101,00ft (ENSIGN 138)

True

Minimum Curvature

EDM 5000.1 Single User Db

Project

Uintah County, UT UTM12

Map System: Geo Datum:

Universal Transverse Mercator (US Survey Feet)

NAD 1927 - Western US

Map Zone:

Zone 12N (114 W to 108 W)

System Datum:

Mean Sea Level

Site

NBU 922-36D PAD, SECTION 36 T9S R22E

Site Position: From:

Lat/Long

Northing: Easting:

14,528,971.38 usft

2,090,347.02 usft

Latitude: Longitude: 39,996903

Slot Radius:

13.200 in

-109.393550 1.03°

Position Uncertainty:

0.00 ft

Grid Convergence:

Well Well Position NBU 922-36D1CS, 1062 FNL 981 FWL

+N/-S +E/-W

0.00 ft 0.00 ft Northing: Easting:

14,528,971.38 usft 2,090,347.02 usft

11.07

Latitude: Longitude:

39.996903 -109.393550

Position Uncertainty

0.00 ft

Wellhead Elevation:

ft

Ground Level:

5,087.00 ft

52,376

Wellbore

OH

Magnetics

Model Name

IGRF2010

Sample Date

02/09/11

0.00

Declination (°)

Dip Angle (°)

Field Strength

(nT)

ОН

Design **Audit Notes:**

Version:

1.0

Phase:

ACTUAL

(ft)

0.00

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD)

(ft)

+N/-S

(ft)

+E/-W

0.00

Direction (°)

339.85

Survey Program

04/12/12 Date

From To (ft) (ft)

Survey (Wellbore)

Tool Name

Description

10.00 2,676.00 2,600.00 Survey #1 WFT MWD SURFACE (OH) 8,987.00 Survey #2 SDI MWD PRODUCTION (OH) MWD MWD SDI MWD - Standard MWD - Standard ver 1.0.1

65.89

Survey

		分配等的基本分析的基础							
Measured Depth (ft)	inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W .(ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00	0.00	0.00	0.00	0,00	0.00	0.00	0.00	0.00	0.00
10.00	0.00	0.00	10.00	0.00	0.00	0.00	0.00	0.00	0.00
180.00	0.39	23.60	180.00	0.53	0.23	0.42	0.23	0.23	0.00
FIRST WFT	MWD SURFACE	SURVEY							
260.00	1.45	5.29	259.99	1.79	0.43	1.53	1.36	1.33	-22.89
350.00	2.42	23.93	349.94	4.66	1.31	3.92	1.27	1.08	20.71
440.00	3.94	46.48	439.80	8.52	4.32	6.51	2.16	1.69	25.06
530.00	4.94	39.11	529.53	13.66	9.01	9.72	1.28	1.11	-8.19
620.00	5,31	25,23	619.17	20.44	13.23	14.63	1.43	0.41	-15.42
710.00	5 25	9.23	708 79	28.27	15 67	21.14	1 63	-0.07	-17.78



SDI Survey Report



Company:

Kerr McGee Oil and Gas Onshore LP

Project

Uintah County, UT UTM12 NBU 922-36D PAD

NBU 922-36D1CS

Site: Well: Wellbore;

Design:

ОН ОН Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference: Survey Calculation Method:

Database:

Well NBU 922-36D1CS

GL 5087' & 14' @ 5101.00ft (ENSIGN 138)

GL 5087' & 14' @ 5101.00ft (ENSIGN 138)

True

Minimum Curvature

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth (ft)	Inclination (°)	Azimuth (°)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Section (ft)	Rate (°/100ft)	Rate (°/100ft)	Rate (°/100ft)
800.00	6.50	353.23	798.33	37.39	15.72	29.69	2,28	1.39	-17.78
890.00	7.94	348.11	887.61	48.53	13.84	40.80	1.75	1.60	-5.69
980.00	10.06	347.61	976.50	62.29	10.88	54.74	2.36 2.81	2.36 2.37	-0.56 -7.92
1,070.00	12.19	340.48	1,064.81	78.93	6.01 -1,21	72.03 91.93	1.56	1.32	-7.92
1,160.00	13.38	337.11 333.73	1,152.57 1,239.99	97.48 116.93	-10.13	113.26	1.22	0.83	-3.74
1,250.00	14.13	333.73	1,235.55	110.00	-10.10	110.20	1.22	0.00	0.70
1,340.00	15.00	333.48	1,327.10	137.20	-20.19	135.76	0.97	0.97	-0.28
1,430.00	15.00	332.11	1,414.03	157.91	-30.84	158.87	0.39	0.00	-1.52
1,520.00	15.19	334,98	1,500.93	178.89	-41.27	182.16	0.86	0.21	3.19
1,610.00	14.25	332.36	1,587.98	199,39	-51.40	204.89	1.28	-1.04	-2.91
1,700.00	13.19	331.61	1,675.41	218.24	- 61.42	226.04	1.19	-1.18	-0.83
1,790.00	13,31	333.31	1,763.01	236.53	-70.95	246.49	0.45	0.13	1.89
1,880.00	13.56	333.36	1,850.55	255.21	-80.34	267.27	0.28	0.28	0.06
1,970.00	13.19	332.48	1,938.11	273.75	-89.81	287.94	0.47	-0.41	-0.98
2,060.00	12.88	331.48	2,025.79	291.67	-99.35	308.04	0.43	-0.34	-1.11
2,150.00	11.69	338.48	2,113.73	308.97	-107.48	327.08	2.12	-1,32	7.78
2,240.00	11.69	331.98	2,201.87	325.50	-115.11	345.23	1.46	0.00	-7.22
2,330.00	12.13	338.73	2,289.93	342.36	-122.82	363,72	1.62	0.49	7.50
2,420.00	11.94	340.36	2,377.96	359.94	-129.38	382.48	0.43	-0.21	1.81
2,510.00	11.69	333.98	2,466.05	376.90	-136.51	400.86	1.48	-0.28	-7.09
2,600.00	11.92	335,45	2,554.15	393,55	-144.37	419,20	0.42	0.26	1.63
LAST WFT	WD SURFACE	SURVEY							
2,676.00	11,17	332.96	2,628.61	407.25	-150.98	434.33	1.18	-0.99	-3.28
FIRST SDI M	IWD PRODUCTI	ON SURVEY							
2,770.00	9.06	334.93	2,721.15	422.06	-158.26	450.75	2.27	-2.24	2.10
2,865.00	8.88	338.84	2,814.98	435.68	-164.07	465.53	0.67	-0.19	4.12
2,960.00	9.83	355.11	2,908.74	450.60	-167.41	480.69	2.95	1.00	17.13
3,054.00	8.23	356.98	3,001.57	465.31	-168.45	494.86	1.73	-1.70	1.99
3,149.00	6.81	351.09	3,095.75	477.67	-169.68	506.88	1.70	-1.49	-6.20
3,243.00	5.73	347.53	3,189.19	487.76	-171.56	517.00	1.22	-1.15	-3.79
3,338.00	4.14	340.70	3,283.83	495.62	-173.72	525.13	1.78	-1.67	-7.19
3,433.00	3.00	337.84	3,378.65	501.16	-175.79	531.04	1.21	-1.20	-3.01
3,527.00	2.46	331.56	3,472.54	505.21	-177.68	535,50	0.66	-0.57	-6,68
3,622.00	1.40	316.02	3,567.49	507.84	-179.45	538.58	1.23	-1.12	-16.36
3,716.00	0.88	296.75	3,661.47	508.99	-180.90	540.16	0.68	-0.55	-20.50
3,811.00	0.97	227.14	3,756.46	508.77	-182.14	540.38	1.11	0.09	-73.27
3,905.00	1.49	207.10	3,850.44	507.15	-183,28	539.24	0.71	0.55	-21,32
4,000.00	2.48	176.20	3,945.38	504.00	-183.70	536.43	1.50	1.04	-32.53
4,094.00	2.37	171.95	4,039.30	500.04	-183.30	532.58	0.22	-0.12	-4.52
4,189.00	1.42	156,57	4,134.24	497.02	-182.55	529.48	1.13	-1.00	-16.19
4,283.00	0.51	190.73	4,228.23	495.54	-182.17	527.96	1.10	-0.97	36.34
4,378.00	0.88	185.30	4,323.22	494.39	-182.31	526.94	0.40	0.39	-5.72
4,473.00	0.94	125.42	4,418.21	493.22	-181.75	525.64	0.96	0.06	-63.03



SDI Survey Report



Company:

Kerr McGee Oil and Gas Onshore LP

Project: Site:

Well:

Uintah County, UT UTM12 NBU 922-36D PAD NBU 922-36D1CS

Wellbore: Design: ОН

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Database:

Well NBU 922-36D1CS

GL 5087' & 14' @ 5101.00ft (ENSIGN 138) GL 5087' & 14' @ 5101.00ft (ENSIGN 138)

True

Minimum Curvature

4,567.00 4,662.00 4,756.00 4,851.00 4,945.00 5,040.00 5,134.00 5,229.00 5,323.00 5,418.00 5,607.00 5,702.00 5,702.00 5,797.00 5,891.00 6,080.00 6,175.00	1.41 1.76 0.97 1.67	Azimuth (°) 142.24 153.66	Vertical Depth (ft) 4,512.19	+N/-S (ft) 491.86	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
4,662.00 4,756.00 4,851.00 4,945.00 5,040.00 5,134.00 5,229.00 5,323.00 5,418.00 5,607.00 5,702.00 5,797.00 5,891.00 5,986.00 6,080.00 6,175.00	1.76 0.97 1.67	153.66		491.86	earran, eeres troncourse	TORK VENEZORI PROTORNIC W	or participation of the property of the same	CONTRACTOR	
4,662.00 4,756.00 4,851.00 4,945.00 5,040.00 5,134.00 5,229.00 5,323.00 5,418.00 5,607.00 5,702.00 5,797.00 5,891.00 5,986.00 6,080.00 6,175.00	0.97 1.67		4 007 10		-180.41	523.90	0.62	0.50	17.89
4,756.00 4,851.00 4,945.00 5,040.00 5,134.00 5,229.00 5,323.00 5,418.00 5,607.00 5,702.00 5,797.00 5,891.00 5,986.00 6,080.00 6,175.00	1.67		4,607.16	489.62	-179.05	521.33	0.49	0.37	12.02
4,851.00 4,945.00 5,040.00 5,134.00 5,229.00 5,323.00 5,418.00 5,607.00 5,702.00 5,797.00 5,891.00 5,986.00 6,080.00 6,175.00		111.56	4,701.13	488.04	-177.67	519.37	1.31	-0.84	<i>-</i> 44.79
4,945.00 5,040.00 5,134.00 5,229.00 5,323.00 5,418.00 5,607.00 5,702.00 5,797.00 5,891.00 5,986.00 6,080.00 6,175.00	4.00	37.21	4,796.11	488.85	-176.08	519.58	1.78	0.74	-78.26
5,134.00 5,229.00 5,323.00 5,418.00 5,513.00 5,607.00 5,702.00 5,797.00 5,891.00 5,986.00 6,080.00 6,175.00	1.38	51.72	4,890.08	490.64	-174.36	520.67	0.51	-0.31	15.44
5,229.00 5,323.00 5,418.00 5,513.00 5,607.00 5,702.00 5,797.00 5,891.00 5,986.00 6,080.00 6,175.00	1.22	58.70	4,985.05	491.87	-172.60	521.22	0.24	-0.17	7.35
5,323.00 5,418.00 5,513.00 5,607.00 5,702.00 5,797.00 5,891.00 5,986.00 6,080.00 6,175.00	0.74	78,31	5,079.04	492.51	-171.15	521.33	0.62	-0.51	20.86
5,418.00 5,513.00 5,607.00 5,702.00 5,797.00 5,891.00 5,986.00 6,080.00 6,175.00	0.62	129.93	5,174.03	492.31	-170.16	520.79	0.63	-0.13	54.34
5,513.00 5,607.00 5,702.00 5,797.00 5,891.00 5,986.00 6,080.00 6,175.00	1.05	136.01	5,268.02	491.36	- 169.17	519.56	0.47	0.46	6.47
5,607.00 5,702.00 5,797.00 5,891.00 5,986.00 6,080.00 6,175.00	1.18	143.76	5,363.01	489.95	-167.99	517.83	0.21	0.14	8.16
5,702.00 5,797.00 5,891.00 5,986.00 6,080.00 6,175.00	1.28	59.82	5,457.99	489.69	-166.49	517.07	1.73	0.11	-88.36
5,797.00 5,891.00 5,986.00 6,080.00 6,175.00	0.94	80.44	5,551.97	490.35	-164.82	517.11	0.55	-0.36	21.94
5,891.00 5,986.00 6,080.00 6,175.00	0.99	89.69	5,646.96	490.48	-163.23	516.69	0.17	0.05	9.74
5,986.00 6,080.00 6,175.00	0.91	145.12	5,741.95	489.87	-161.98	515.68	0.93	-0.08	58.35
6,080.00 6,175.00	1.12	159.48	5,835.93	488.39	-161.23	514.04	0.35	0.22	15.28
6,175.00	0.30	266.83	5,930.93	487.51	-161.16	513.19	1.31	-0.86	113.00
	1.63	291.73	6,024.91	487.99	-162.64	514.15	1.45	1.41	26.49
	1.55	285.54	6,119.88	488.84	-165.14	515.80	0.20	-0.08	-6.52
6,269.00	1.23	263,12	6,213.85	489.06	-167.36	516.78	0.66	-0.34	-23.85
6,364.00	0.89	359.75	6,308.84	489.67	-168.38	517.70	1.68	-0.36	101.72
6,459.00	0.53	20.95	6,403.83	490.82	-168.22	518.73	0.46	-0.38	22.32
6,553.00	0.26	60.59	6,497.83	491.33	-167.88	519.09	0.39	-0.29	42.17
6,648.00	0.35	96.27	6,592.83	491.41	-167.41	519.00	0.22	0.09	37.56
6,742.00	0.62	135.73	6,686.82	491.01	-166.77	518.41	0.44	0.29	41.98
6,837.00	0.69	148.58	6,781.82	490.15	-166.11	517.38	0.17	0.07	13.53
6,931.00	0.93	172.62	6,875.81	488.91	-165.72	516.08	0.44	0.26	25.57
7,026.00	1.43	170.23	6,970.79	486.98	-165.42	514.16	0.53	0.53	-2.52
7,120.00	0.35	99.35	7,064.78	485.78	-164.93	512.86	1. 44	-1.15	-75.40
7,215.00	0.57	52.37	7,159.78	486.02	-164.27	512.86	0.44	0.23	-49.45
7,310.00	0.62	349.90	7,254.77	486.81	-163.99	513.51	0.65	0.05	-65.76
7,404.00	1.10	317.88	7,348.76	487.98	-164.68	514.85	0.70	0.51	-34.06
7,499.00	0.66	290.10	7,443.75	488.85	-165.81	516.05	0.63	-0.46	-29.24
7,593.00	0,29	275.59	7,537.75	489.06	-166.55	516.50	0.41	-0.39	-15.44
7,688.00	0.46	134.21	7,632.75	488.82	-166.52	516.26	0.75	0.18	-148.82
7,783.00	1.48	21.19	7,727.74	489.69	-165.80	516.84	1,80	1.07	-118,97
7,877.00	1.45	32.50	7,821.70	491.83	-164.73	518.47	0.31	-0.03	12.03
7,972.00	0.75	34.46	7,916.69	493.35	-163.73	519.56	0.74	-0.74	2.06
8,066.00	0.44	75.53	8,010.68	493.95	-163.03	519.88	0.54	-0.33	43,69
8,161.00	0.24	346.44	8,105.68	494.24	-162.72	520.04	0.52	-0.21	-93.78
8,255.00	0.24	057 54	8,199.68	494.79	-162.79	520,58	0.22	0.21	11.78
8,350.00	0.44	357 <i>.</i> 51	5,155.00						
8,444.00		357.51	8,294.68	495.35	-162.88	521.15	0.22	-0.19	-19.45
8,539.00	0.44				-162.88 -162.62	521.15 521.36	0.22 0.55	-0.19 0.19	-19.45 96.59 18.19



SDI

Survey Report



Company:

Kerr McGee Oil and Gas Onshore LP

Project

Uintah County, UT UTM12

Site: Well: NBU 922-36D PAD NBU 922-36D1CS

Wellbore: Design; ОН

Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Database:

Well NBU 922-36D1CS

GL 5087' & 14' @ 5101.00ft (ENSIGN 138)

GL 5087' & 14' @ 5101.00ft (ENSIGN 138)

True

Minimum Curvature

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth (ft)	Inclination (°)	Azimuth (°)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Section (ft)	Rate (°/100ft)	Rate (°/100ft)	Rate (°/100ft)
8,728.00	0.35	102.60	8,672.67	495,83	-160.49	520.77	0.23	-0.19	16.93
8,822.00	0.31	121.16	8,766.67	495.63	-159.99	520.41	0.12	-0.04	19.74
8,917.00	0.71	155.52	8,861.66	494.96	-159.53	519.62	0.51	0.42	36,17
8,933.00	0.70	156.04	8,877.66	494.78	-159.45	519.43	0.07	-0.06	3.25
LAST SDI M	ND PRODUCTIO	N SURVEY							
8,987,00	0,70	156.04	8,931,66	494.18	-159.18	518.77	0.00	0.00	0.00

Design Annotations Measured Depth	Vertical Depth	Local Coore	+E/-W	
(ft) 180.00	(ft) 180.00	(ft) 0.53	(ft) 0.23	Comment FIRST WFT MWD SURFACE SURVEY
2,600.00	2,554.15	393.55	-144.37	LAST WFT MWD SURFACE SURVEY
2,676.00	2,628.61	407.25	-150.98	FIRST SDI MWD PRODUCTION SURVEY
8,933.00	8,877.66	494.78	-159.45	LAST SDI MWD PRODUCTION SURVEY
8,987.00	8,931.66	494.18	-159.18	SDI PROJECTION TO BIT

Checked By:	Approved By:	Date:
1		



Kerr McGee Oil and Gas Onshore

LP

Uintah County, UT UTM12 NBU 922-36D PAD NBU 922-36D1CS

OH

Design: OH

Survey Report - Geographic

12 April, 2012





Survey Report - Geographic



Company:

Kerr McGee Oil and Gas Onshore LP

Project

Uintah County, UT UTM12 NBU 922-36D PAD

Site: Well:

NBU 922-36D1CS

Wellbore: OH Design:

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: **Survey Calculation Method:**

Database:

Well NBU 922-36D1CS

GL 5087' & 14' @ 5101.00ft (ENSIGN 138) GL 5087' & 14' @ 5101.00ft (ENSIGN 138)

True

Minimum Curvature

EDM 5000.1 Single User Db

Uintah County, UT UTM12 **Project**

Map System: Geo Datum:

Universal Transverse Mercator (US Survey Feet)

System Datum:

Mean Sea Level

Map Zone:

NAD 1927 - Western US Zone 12N (114 W to 108 W)

Site

NBU 922-36D PAD, SECTION 36 T9S R22E

Site Position:

Lat/Long

Northing: Easting:

14,528,971.38 usft 2,090,347.02 usft

Latitude: Longitude:

39.996903 -109.393550

Position Uncertainty:

0.00 ft

Slot Radius:

13.200 in

Grid Convergence:

ft

1.03°

Well

From:

NBU 922-36D1CS, 1062 FNL 981 FWL

Well Position

+N/-S +E/-W 0.00 ft

Northing: 0.00 ft Easting:

14,528,971.38 usft 2,090,347.02 usft

Longitude:

Latitude:

39,996903 -109.393550 5,087.00 ft

Position Uncertainty

0.00 ft Wellhead Elevation:

Ground Level:

Wellbore OH

Magnetics

Model Name

Sample Date

Declination (°)

Dip Angle (°)

Field Strength

(nT)

IGRF2010

02/09/11

0.00

11.07

65.89

52,376

Design

ОН

Audit Notes: Version:

1.0

Phase:

ACTUAL

0.00

Tie On Depth:

0.00

0.00

Vertical Section:

Depth From (TVD)

+N/-S (ft)

+E/-W (ft)

Direction (°)

339.85

04/12/12 **Survey Program** Date

From (ft)

To

(ft)

Survey (Wellbore)

Tool Name

Description

10.00 2,676.00

2,600.00 Survey #1 WFT MWD SURFACE (OH) 8,987.00 Survey #2 SDI MWD PRODUCTION (OH) MWD MWD SDI MWD - Standard MWD - Standard ver 1.0.1

игчеу									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
0.00	0.00	0.00	0.00	0.00	0.00	14,528,971.38	2,090,347.02	39.996903	-109.39355
10.00	0.00	0.00	10.00	0.00	0.00	14,528,971.38	2,090,347.02	39.996903	-109.39355
180.00	0.39	23.60	180.00	0.53	0.23	14,528,971.92	2,090,347.25	39.996905	-109.39354
FIRST W	FT MWD SUR	FACE SURV	EY						
260.00	1.45	5.29	259.99	1.79	0.43	14,528,973.18	2,090,347.43	39,996908	-109.39354
350.00	2.42	23.93	349.94	4.66	1.31	14,528,976.07	2,090,348.25	39.996916	-109.39354
440.00	3.94	46.48	439.80	8,52	4.32	14,528,979.99	2,090,351.19	39,996927	-109.39353
530.00	4.94	39.11	529.53	13.66	9.01	14,528,985.21	2,090,355.79	39,996941	-109,39351
620.00	5.31	25.23	619.17	20.44	13.23	14,528,992.05	2,090,359.88	39.996959	-109.39350
710.00	5.25	9.23	708.79	28.27	15.67	14,528,999.93	2,090,362.18	39.996981	-109.39349
800.00	6.50	353.23	798.33	37.39	15.72	14,529,009.05	2,090,362.07	39.997006	-109.39349



SDISurvey Report - Geographic



Company:

Kerr McGee Oil and Gas Onshore LP

Project:

Uintah County, UT UTM12

Site: Well: NBU 922-36D PAD NBU 922-36D1CS

Wellbore: OH
Design: OH

Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Database:

Well NBU 922-36D1CS

GL 5087' & 14' @ 5101.00ft (ENSIGN 138)

GL 5087' & 14' @ 5101.00ft (ENSIGN 138)

True

Minimum Curvature

								말라 있을요한다. 경기에 가지 않다?	기존 보이면 네트로인 시험하다
Neasured			Vertical			Мар	Мар		
Depth (ft)	Inclination (°)	Azimuth (°)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
			svelilivis latinik liik	alevateur sar um	13.84	14,529,020.16	2,090,359.99	39.997036	-109,3935
890.00	7.94	348.11	887.61	48,53 62,29	10.88	14,529,020.10	2,090,356.78	39.997074	-109.3935
980.00	10.06	347.61	976.50		6.01	14,529,050.41	2,090,351.61	39.997120	-109.393
1,070.00	12.19	340.48	1,064.81	78.93	-1.21	14,529,050.41	2,090,334.06	39.997171	-109.393
1,160.00	13.38	337.11	1,152.57	97.48	-1.21	14,529,008.63	2,090,334,79	39.997224	-109.393
1,250.00	14.13	333.73	1,239.99	116.93	-10.13 -20.19	14,529,108.20	2,090,324.37	39.997280	-109.393
1,340.00	15.00	333.48	1,327.10	137.20	-20.19	14,529,108.20	2,090,313.35	39.997337	-109.393
1,430.00	15.00	332.11	1,414.03	157.91			2,090,313.55	39.997394	-109.393
1,520.00	15.19	334.98	1,500.93	178.89	-41.27 51.40	14,529,149.50	2,090,302.04	39.997451	-109.393
1,610.00	14.25	332.36	1,587.98	199.39	-51.40	14,529,169.82	2,090,292.04	39.997502	-109.393
1,700.00	13,19	331,61	1,675.41	218.24	-61.42 70.05	14,529,188.48	2,090,271.82	39,997553	-109,393
1,790.00	13.31	333,31	1,763.01	236.53	-70.95	14,529,206.59	2,090,262.10	39,997604	-109,393
1,880.00	13,56	333,36	1,850.55	255.21	-80.34	14,529,225.11			-109.393
1,970.00	13.19	332,48	1,938.11	273.75	-89.81	14,529,243.47	2,090,252.29	39.997655 39.997704	-109.393
2,060.00	12.88	331.48	2,025.79	291.67	-99.35	14,529,261.22	2,090,242.44		
2,150.00	11.69	338.48	2,113.73	308.97	-107.48	14,529,278.36	2,090,233.99	39,997751	-109,393
2,240.00	11.69	331,98	2,201.87	325.50	-115.11	14,529,294.76	2,090,226.07	39.997797	-109,393
2,330.00	12.13	338.73	2,289.93	342.36	-122.82	14,529,311.48	2,090,218.05	39.997843	-109.393
2,420.00	11.94	340.36	2,377.96	359.94	-129.38	14,529,328.93	2,090,211.17	39.997891	-109.394
2,510.00	11.69	333.98	2,466.05	376.90	-136.51	14,529,345.77	2,090,203.74	39.997938	-109.394
2,600.00	11.92	335.45	2,554.15	393.55	-144.37	14,529,362.27	2,090,195.58	39.997984	-109.394
LAST W	FT MWD SURI								
2,676.00	11.17	332.96	2,628.61	407.25	-150.98	14,529,375.84	2,090,188.73	39.998021	-109.394
FIRST SI	DI MWD PROD	DUCTION SUI	RVEY						
2,770.00	9.06	334.93	2,721.15	422.06	-158.26	14,529,390.53	2,090,181.18	39.998062	-109.394
2,865.00	8.88	338.84	2,814.98	435.68	-164.07	14,529,404.03	2,090,175.12	39.998099	-109.394
2,960.00	9.83	355.11	2,908.74	450.60	-167.41	14,529,418.89	2,090,171.52	39.998140	-109.394
3,054.00	8.23	356.98	3,001.57	465.31	-168.45	14,529,433.58	2,090,170.21	39.998181	-109.394
3,149.00	6.81	351.09	3,095.75	477.67	-169.68	14,529,445.92	2,090,168.76	39.998215	-109.394
3,243.00	5.73	347,53	3,189.19	487.76	-171.56	14,529,455.97	2,090,166.70	39.998242	-109.394
3,338.00	4.14	340.70	3,283.83	495.62	-173.72	14,529,463.80	2,090,164.40	39.998264	-109.394
3,433.00	3.00	337.84	3,378.65	501.16	-175.79	14,529,469.30	2,090,162.23	39.998279	-109.394
3,527.00	2.46	331.56	3,472.54	505.21	-177.68	14,529,473.31	2,090,160.27	39.998290	-109.394
3,622.00	1,40	316.02	3,567.49	507.84	-179.45	14,529,475.91	2,090,158.45	39,998297	-109.394
3,716.00	0.88	296,75	3,661.47	508.99	-180.90	14,529,477.03	2,090,156.98	39.998301	-109.394
3,811.00	0.97	227.14	3,756.46	508.77	-182.14	14,529,476.79	2,090,155.75	39.998300	-109.394
3,905.00	1.49	207.10	3,850.44	507.15	-183.28	14,529,475.14	2,090,154.64	39.998296	-109.394
4,000.00	2.48	176.20	3,945.38	504.00	-183.70	14,529,471.99	2,090,154.27	39.998287	-109.394
4,094.00	2.37	171.95	4,039.30	500.04	-183.30	14,529,468.04	2,090,154.75	39.998276	-109.394
4,189.00	1.42	156.57	4,134.24	497.02	-182.55	14,529,465.03	2,090,155.54	39,998268	-109.394
4,283.00	0.51	190.73	4,228.23	495.54	-182.17	14,529,463.56	2,090,155.95	39.998264	-109.394
4,378.00	0.88	185.30	4,323.22	494.39	-182.31	14,529,462.41	2,090,155.83	39.998261	-109.394
4,473.00	0.94	125.42	4,418.21	493.22	-181.75	14,529,461.24	2,090,156.42	39.998257	-109.394
4,567.00	1.41	142.24	4,512.19	491.86	-180.41	14,529,459.91	2,090,157.78	39.998254	-109,394
4,662.00	1.76	153.66	4,607.16	489.62	-179.05	14,529,457.70	2,090,159.18	39.998247	-109.394
4,756.00	0.97	111.56	4,701.13	488.04	-177.67	14,529,456.14	2,090,160.59	39.998243	-109,394
4,851.00	1.67	37.21	4,796.11	488.85	-176.08	14,529,456.98	2,090,162.16	39.998245	-109.394
4,945.00	1.38	51.72	4,890.08	490.64	-174.36	14,529,458.80	2,090,163.85	39.998250	-109.394
			4,985.05	490.04	-174.50	14,529,460.06	2,090,165.59	39.998254	-109.394
5,040.00	1.22	58.70 78.31			-172.00 -171.15	14,529,460.73	2,090,167.02	39.998255	-109.394
5,134.00	0.74	78.31	5,079.04 5,174.03	492.51 492.31	-170.16	14,529,460.55	2,090,168.02	39.998255	-109.394
5,229.00	0.62	129.93	5,174.03			14,529,459.62	2,090,169.03	39.998252	-109.394
5,323.00	1.05	136.01	5,268.02	491.36	-169.17 -167.99	14,529,459.02	2,090,170.23	39.998248	
5,418.00	1.18	143.76	5,363.01	489.95					-109.394 -109.394
5,513.00	1.28	59.82	5,457.99	489.69	-166.49	14,529,457.99	2,090,171.73 2,090,173,39	39.998248	-109.394
5,607.00 5,702.00	0.94 0.99	80.44 89.69	5,551.97 5,646.96	490.35 490.48	-164,82 -163,23	14,529,458.68 14,529,458.84	2,090,173.39	39.998249 39.998250	-109.394 -109.394



SDISurvey Report - Geographic



Company:

Kerr McGee Oil and Gas Onshore LP

Project: Site: Uintah County, UT UTM12

 Site:
 NBU 922-36D PAD

 Well:
 NBU 922-36D1CS

Wellbore: Design: OH OH Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Database:

Well NBU 922-36D1CS

GL 5087' & 14' @ 5101.00ft (ENSIGN 138)

GL 5087' & 14' @ 5101.00ft (ENSIGN 138) True

Minimum Curvature

Measured			Vertical			Map	Map		
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Northing	Easting		
(ft)	(°)	(°)	(ft)	(ft)	(ft)	(usft)	(usft)	Latitude	Longitude
5,797.00	0.91	145.12	5,741.95	489.87	-161.98	14,529,458.25	2,090,176.24	39,998248	-109.3941
5,891.00	1.12	159.48	5,835.93	488.39	-161.23	14,529,456.79	2,090,177.02	39.998244	-109.3941
5,986.00	0.30	266.83	5,930.93	487.51	-161.16	14,529,455.91	2,090,177.11	39,998242	-109.3941
6,080.00	1.63	291.73	6,024.91	487.99	-162.64	14,529,456.36	2,090,175.61	39.998243	-109.3941
6,175.00	1.55	285.54	6,119.88	488.84	-165.14	14,529,457.16	2,090,173.10	39,998245	-109,394°
6,269.00	1.23	263.12	6,213.85	489.06	-167.36	14,529,457.34	2,090,170.87	39.998246	-109.3941
6,364.00	0.89	359.75	6,308.84	489.67	-168.38	14,529,457.94	2,090,169.85	39.998248	-109.3941
6,459.00	0.53	20.95	6,403.83	490.82	-168.22	14,529,459.09	2,090,169.98	39.998251	-109.3941
6,553.00	0.26	60,59	6,497.83	491.33	-167.88	14,529,459.61	2,090,170.31	39.998252	-109,3941
6,648.00	0.35	96.27	6,592.83	491.41	-167.41	14,529,459.69	2,090,170.79	39,998252	-109.3941
6,742,00	0,62	135.73	6,686.82	491.01	-166.77	14,529,459.31	2,090,171.43	39,998251	-109.3941
6,837.00	0.69	148.58	6,781.82	490.15	-166.11	14,529,458.46	2,090,172.11	39.998249	-109.3941
6,931.00	0.93	172.62	6,875.81	488.91	-165.72	14,529,457.23	2,090,172.52	39.998245	-109.3941
7,026.00	1.43	170.23	6,970.79	486.98	-165.42	14,529,455.30	2,090,172.86	39.998240	-109.3941
7,120.00	0.35	99,35	7,064,78	485.78	-164.93	14,529,454.11	2,090,173.36	39.998237	-109.394
7,215.00	0.57	52,37	7,159.78	486,02	-164.27	14,529,454.36	2,090,174.02	39.998238	-109.394
7,310.00	0.62	349.90	7,254.77	486.81	-163,99	14,529,455.16	2,090,174.29	39,998240	-109.3941
7,404.00	1.10	317.88	7,348.76	487.98	-164.68	14,529,456.32	2,090,173.57	39.998243	-109.3941
7,499.00	0.66	290.10	7,443.75	488.85	~165.81	14,529,457.16	2,090,172.43	39.998245	-109.3941
7,593.00	0.29	275.59	7,537.75	489.06	-166.55	14,529,457.36	2,090,171.68	39.998246	-109.3941
7,688.00	0.46	134,21	7,632.75	488.82	-166,52	14,529,457.12	2,090,171.72	39.998245	-109,3941
7,783.00	1.48	21.19	7,727.74	489.69	-165.80	14,529,458.01	2,090,172.42	39.998248	-109.3941
7,877.00	1.45	32.50	7,821.70	491.83	-164.73	14,529,460.16	2,090,173.46	39.998253	-109.3941
7,972.00	0.75	34,46	7,916.69	493.35	-163.73	14,529,461.71	2,090,174.43	39.998258	-109.3941
8,066.00	0.44	75.53	8,010.68	493.95	-163.03	14,529,462.32	2,090,175.12	39.998259	-109.3941
8,161.00	0.24	346.44	8,105.68	494.24	-162.72	14,529,462.61	2,090,175.42	39,998260	-109,3941
8,255.00	0.44	357.51	8,199,68	494.79	-162.79	14,529,463,16	2,090,175,35	39,998262	-109.3941
8,350.00	0.26	339.03	8,294.68	495.35	-162.88	14,529,463.72	2,090,175.24	39,998263	-109,3941
8,444.00	0.44	69.82	8,388.68	495.68	-162.62	14,529,464.05	2,090,175.50	39.998264	-109.3941
8,539.00	0.38	87.10	8,483.67	495.82	-161.96	14,529,464.20	2,090,176.15	39.998264	-109.3941
8,633,00	0.53	86.52	8,577.67	495.86	-161.21	14,529,464.26	2,090,176.90	39.998265	-109.3941
8,728.00	0.35	102.60	8,672.67	495.83	-160.49	14,529,464.24	2,090,177.62	39,998264	-109.3941
8,822.00	0.31	121,16	8,766.67	495.63	-159.99	14,529,464.05	2,090,178.12	39,998264	-109,3941
8,917.00	0.71	155.52	8,861.66	494.96	-159.53	14,529,463.39	2,090,178.60	39.998262	-109.3941
8,933.00	0.70	156.04	8,877.66	494.78	-159.45	14,529,463.21	2,090,178.68	39,998262	-109.394
	I MWD PROD		-				•		
8,987.00	0.70	156.04	8,931.66	494.18	-159.18	14,529,462.61	2.090,178.96	39.998260	-109.3941

Design Annotations			1840,6489 (174,471,043,643) et	Protection of the Commission of Commission of the Commission of the Commission of the Commission of the Commiss
Measured	Vertical	Local Coon	dinates	
Depth (ft)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Comment
180.00	180.00	0.53	0,23	FIRST WFT MWD SURFACE SURVEY
2,600.00	2,554.15	393.55	-144.37	LAST WFT MWD SURFACE SURVEY
2,676.00	2,628.61	407.25	-150.98	FIRST SDI MWD PRODUCTION SURVEY
8,933.00	8,877.66	494.78	-159.45	LAST SDI MWD PRODUCTION SURVEY
8,987.00	8,931.66	494.18	-159.18	SDI PROJECTION TO BIT

Checked By:	Approved By:	Date:
-	*	